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ALGERIA: 6.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
ARGENTINA: 2.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
AUSTRALIA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
BELGIUM: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
BENIN: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
BURMA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
CANADA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
CHINA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
FRANCE: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
GERMANY: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
GREECE: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
HONG KONG: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
INDONESIA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
JAPAN: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
KOREA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
LAOS: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
MALAYSIA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
NETHERLANDS: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
NEW ZEALAND: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
PHILIPPINES: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
RUSSIA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
SINGAPORE: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
SOUTH AFRICA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
SPAIN: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
THAILAND: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
UNITED STATES: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
VIETNAM: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
WEST GERMANY: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.
YUGOSLAVIA: 1.00 Dn. 1.00 N. 1.00 Pn. 1.00 Pn.

ESTABLISHED 1887

Stakes
Raised for
Nabisco
\$20 Billion Bid
Better Proposal
try Management

By John Meehan
International Herald Tribune
NEW YORK — The investment
firm of Kohlberg, Kravis, Roberts
& Co., pushing prices of U.S. cor-
porate acquisitions ever higher, an-
nounced Monday that it was offer-
ing \$20.28 billion for RJR Nabisco
Inc., the consumer products giant.
The offer surpasses a tentative
proposal Thursday of \$17 billion

Kraft Shares Soar
Shares of Kraft Inc. soared
Monday after the company
launched a \$14 billion plan to
fight off a bid from Philip
Morris Cos. Page 9.

take the company private, making
it the richest takeover proposal in
history.
Last week's package was put to-
gether by a management group that
includes F. Ross Johnson, the presi-
dent of RJR Nabisco, and Edward
A. Horgan, head of the company's
tobacco business.
The bid for RJR Nabisco comes
amid increased takeover activity
among U.S. food companies, many
of which have well-established,
profitable brand names.

U.S. Accuses
Asia Nations
On Trade

WASHINGTON — The Treas-
ury Department, invoking a pro-
vision of the new trade law, accused
South Korea and Taiwan on Mon-
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petitive advantage in world trade.
The action steps up pressure on
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States.
The United States has been in-
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ficits were \$17.4 billion with Taiwan
and \$9.4 billion with South Korea.
Treasury officials have long tried
to persuade Seoul and Taipei to
revalue their currencies, and Mon-
day's move technically involved no
more than a plan to initiate bilat-
eral negotiations with the two nations
"on an expedited basis."
The provision of the new trade
law cited by the Treasury contains
the implicit threat of congressional
retaliation, because it requires the
administration to report to Capitol
Hill in six months on the progress
of its negotiations. But beyond
that, a senior department official



In their first major talks, Mr. Gorbachev, left, spoke to Mr. Kohl through an interpreter Monday as a security man stood at the rear.

Gorbachev Nudges Kohl on Weapons

By Robert J. McCartney
Washington Post Service
MOSCOW — President Mik-
hail S. Gorbachev urged Chan-
cellor Helmut Kohl of West
Germany on Monday to refrain
from modernizing weapons in
Europe and called for quick
progress on reducing conven-
tional forces on the continent.
Despite their differences over
security issues, and sharply op-
posing views over whether West
Germany and East Germany
might ever be unified, Mr. Kohl
and Mr. Gorbachev empha-
sized the improved relationship
between their countries.
"The ice has been broken,"
Mr. Gorbachev declared after a
two-and-a-half-hour private
talk with Mr. Kohl.
Mr. Kohl said his visit
opened "a new chapter, with
many new pages" in the rela-
tionship.
West German businessmen
accompanying Mr. Kohl signed
16 contracts with Soviet offi-
cials, including one providing
for construction of a high-tech-
nology nuclear reactor in the
Soviet Union by a West Ger-
man-Soviet consortium. More
than a dozen additional deals
are to be signed during the four-
day trip, including one granting
the Soviets a \$1.7 billion credit
line.
Renewing his call for build-
ing "a common European
house," Mr. Gorbachev sug-
gested that Western and East-
ern Europeans should cooper-
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selves to modernize short-range
nuclear weapons if there were
significant progress in planned
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ducing conventional forces.
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East-West negotiations on re-
ducing conventional forces.

In Nuclear Weapons Debate, U.S. Voters Have Sharp Choice

By R. Jeffrey Smith
Washington Post Service
WASHINGTON — In private meet-
ings with his arms-control advisers, Gov-
ernor Michael S. Dukakis is said to re-
turn again and again to a question that
sharply defines a central difference be-
tween the Republican opposition, Vice President
George Bush.
Why, Mr. Dukakis asks, does the United
States need any more strategic nuclear
weapons than it has now?
The Massachusetts governor, an advocate
in 1982 of the United States and
Soviet Union freezing their nuclear-
weapons testing, production and deploy-
ment, remains deeply skeptical that eight
years of nuclear disarmament under the
Reagan administration has improved
U.S. security.
As president, Mr. Dukakis says, he
would try to negotiate bans on un-
derground nuclear explosions and ballis-
tic-missile flight tests needed for weapons
development, and he would try to halt
the deployment of highly accurate nuclear
weapons.
None of these goals has been a high
priority for the experts who dominate
U.S. arms control policy-making, and
achieving these goals would disrupt the
administration's bitterly contested
"broad" or permissive, reading of the
1972 Anti-Ballistic Missile Treaty, which
the U.S. Congress and the Soviet Union
rejected. That reading would allow sophis-
ticated space tests of equipment to defend
ballistic missiles. The vice president has
backed a costly program to develop such
missile defenses "as fast as we can."
Mr. Bush and Mr. Dukakis bring
sharply contrasting ideas to the debate
over the relationship of nuclear weapons
to national security.
Mr. Dukakis declared last year that
the price tag of the arms race goes up
and up, but the product has no value.
"There is no return on the invest-
ment," he said.
He emphasizes the high cost of build-
ing and maintaining nuclear forces, and
says that deep reductions on both sides
could eventually allow the United States
to divert money into nonmilitary uses.
"National strength cannot be mea-
sured in guns and missiles alone," Mr.
Dukakis said.
Behind Mr. Dukakis's skepticism
about the need for additional nuclear
weapons is his view that the existing U.S.
arsenal is "enough to blow up the Soviet
Union."
See ARMS, Page 7

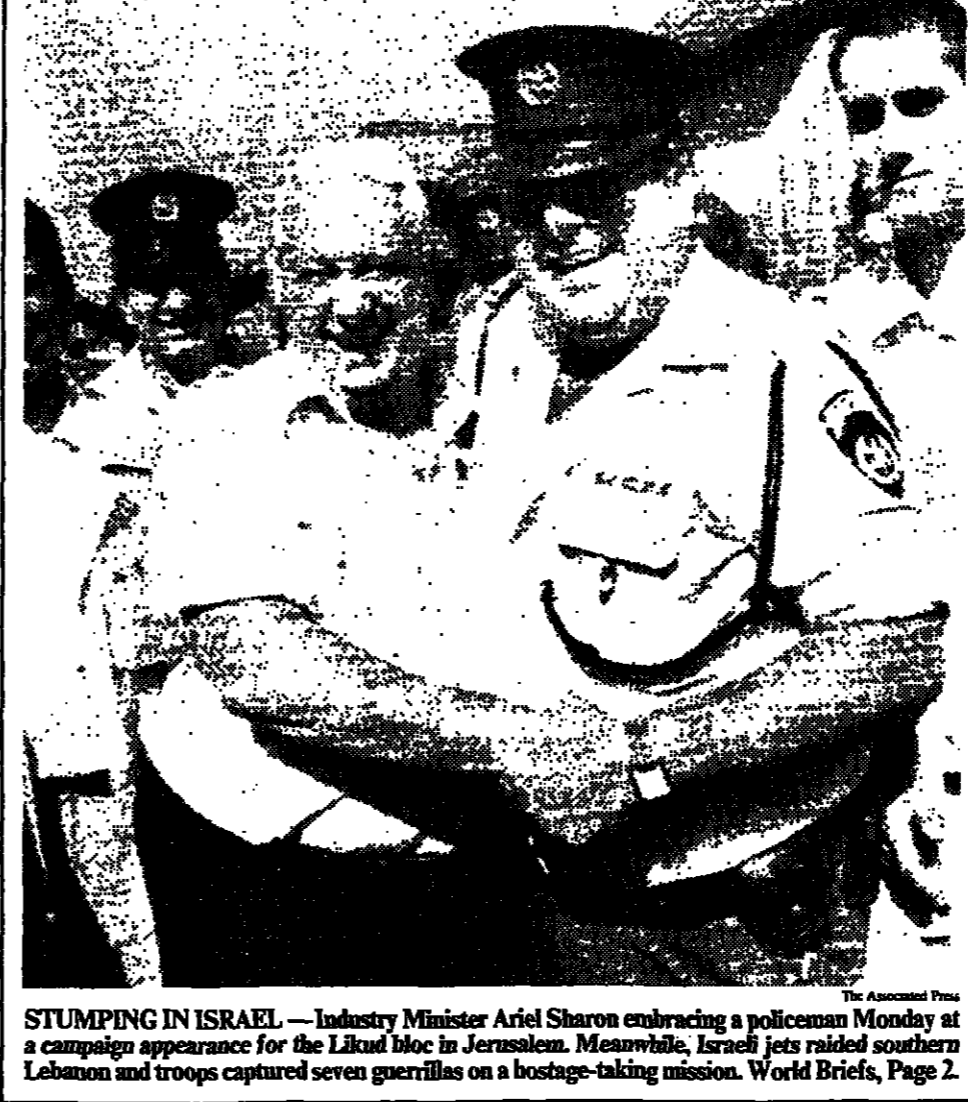
October
money

Lack of OPEC Accord Sends Oil Prices Down

Compiled by Our Staff From Dispatches
NEW YORK — World oil prices
tumbled by \$1 per barrel or more
Monday after OPEC members
failed in weekend talks to reach an
agreement on production quotas.
West Texas Intermediate, the
U.S. benchmark grade of crude oil,
dropped \$1.21 to close at \$13.16
per barrel for December delivery
on the New York Mercantile Ex-
change, its low for the day. North
Sea Brent for December delivery,
the most widely traded crude oil,
fell \$1 to \$12.50.
In London earlier, Brent for
prompt delivery dropped more
than \$1 to close at \$12.25, from
Friday's \$13.40.
The oil slump dented the value of
the British pound on foreign-ex-
change markets — Britain is a
major oil producer — which in turn
gave some support to the dollar
(Page 15).
The joint meeting of price moni-
toring and long-term strategy com-
mittees of the Organization of Pe-
troleum Exporting Countries met
in Madrid for three days without
managing to include Iraq in a new
quota agreement.
Although Saudi Arabia said
Monday that it hoped the 13-nation
cartel would reach "firm and clear
agreements" in meetings next
month, the prospect of continuing
OPEC overproduction at least until
then sent oil markets into a tailspin.
The losses were the heaviest in a
single day since early May, when
OPEC failed to agree on how to

Kiosk N.Y.C. Havoc: Building Falls

NEW YORK (UPI) — Part
of a six-story commercial
building collapsed in Man-
hattan on Monday, injuring at
least nine persons and leaving
up to five others unaccounted
for, officials said.
The incident at 24 W. 31st
St. just before the afternoon
rush forced officials to slow
subway service on 11 different
lines and rail service out of
Pennsylvania Station because
of fears that more of the build-
ing would collapse and affect
underground tunnels.
Wide pants with tweed
jacket from Chanel. Suzy
Menkes reports. Page 8.



STUMPING IN ISRAEL — Industry Minister Ariel Sharon embracing a policeman Monday at a campaign appearance for the Likud bloc in Jerusalem. Meanwhile, Israeli jets raided southern Lebanon and troops captured seven guerrillas on a hostage-taking mission. World Briefs, Page 2.

U.S. Accuses Asia Nations On Trade

By Paul Blustein
Washington Post Service
WASHINGTON — The Treas-
ury Department, invoking a pro-
vision of the new trade law, accused
South Korea and Taiwan on Mon-
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The action steps up pressure on
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currencies rise against the U.S. dol-
lar, which would make their prod-
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of its negotiations. But beyond
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Menkes reports. Page 8.

General News

Milan police say a U.S. organiza-
tion was to get photographs
of American hostages. Page 7.
Pakistan opens an election
campaign full of banners and
infighting. Page 5.
Business/Finance
Maytag is to acquire the maker
of Hoover appliances for \$1
billion. Page 9.

Business/Finance

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billion. Page 9.

Humbled in War, Tehran Now Seeks Peace With Its People

By Patrick E. Tyler
Washington Post Service
NICOSIA — The Islamic revolution in
Iran, humbled after nearly 10 years of
the collapse of its military forces last
summer and threatened by deep econom-
ic strains and public unrest, appears
poised to enter a new era of accommoda-
tion with its war-weary population, its
Arab neighbors and a skeptical outside
world.
According to Iranians in Tehran inter-
viewed by telephone, as well as experts
on Iran in the West, the change in Iran's
strategic outlook represents a backlash
against the brinkmanship of the war
years, during which Iranian society en-
dured the killing, trauma and deprivation
of war.
"It now looks like the hardship there
reached a point beyond which we could
measure," said Graham Fuller, a senior
political scientist at Rand Corp. and for-
mer vice chairman of the National Intel-
ligence Council in the United States.
"They were close to the breaking point
politically."
The decision last July by Iran's spiri-
tual leader, Ayatollah Ruhollah Khomeini,
to accept a UN-mandated cease-fire in
the war with Iraq has become a threshold
event in the revolution, according to
these experts. The removal of the war has
focused national energies for the first
time on delivering the promises of the
1978-79 Islamic-based uprising: econom-
ic development and self-reliance, growth
and cultural advancement under Islamic
guidance.
"The war had replaced, or was a surro-
gate for, the revolution," a Western anal-
yst said.
The collapse of the Iranian Army and
Revolutionary Guards on the battlefield
appears also to have broken a cycle of
uncontrolled and unbridled confron-
tation in which Iran, sometimes unwill-
ingly, pursued contradictory policies.
Persian Iran intimidated Arab states in
the region while trying to lure them away
from Iraq. It also attacked Western inter-
ests while seeking Western technology
and weapons.
A leading Iranian cleric remarked ear-
lier in the year that the country was
making enemies "uselessly" and had ef-
fectively lost support among the perma-
nent members of the United Nations
Security Council, with the exception of
China.
Today, the focus in Iran is on the new
chapter the country appears to be turning
and how much Iranian society should
respond to the West. The clerical leader-
ship still is grappling with how to weld
seventh-century Islamic ideals onto a
modern state.
"We are living at a turning point,"
Hashemi Rafsanjani, the speaker of the
Iranian parliament, said at a gathering of
Revolutionary Guards earlier this month.
An intense debate has dominated
Iran's government and news organiza-
tions in recent weeks over whether to seek
foreign experts and foreign investment to
rebuild the country, or whether to draw
only from internal resources, even if it
takes more time.
A fear of outside domination and a
perceived diminution of Islamic purity
are strong in this debate.
"Restoring relations with the United
States is to betray the principles of the
Islamic Revolution," Prime Minister Mir
Hussein Mousavi, a leading radical in
the government, said last month.
A columnist writing in Kayhan, a ma-
jor Tehran daily, warned recently that
"the idea that foreign investment would
save Iran was an idea that was imposed
during the Qajar and Pahlavi dynasties."
His reference to the ancestral line of the
late Shah Mohammed Reza Pahlavi indi-
cates the bitter association Iranians still
make between the era of the deposed
shah and foreign involvement in Iranian
affairs.
But other strong voices are emerging to
contend that Iran must engage the world
market. According to Iranians who
have stayed through the first revolution-
ary decade, these voices are increasingly
influential.
President Ali Khamenei, seeking to
strike a balance between foreign assis-
tance and reliance on domestic resources,
said at the Friday prayer gathering at
Tehran University on Oct. 7: "We cannot
prolong the issue of reconstruction for
a hundred years. If we wish to act with
speed, there are occasions when our do-
mestic resources may not be adequate. In
those cases, we will make use of foreign
resources."
A Moslem intellectual, Mohammed
Hojati Kermani, in editorials in the Teh-
ran daily Etemaad, has advocated a new
age of Islamic modernism.
The acceptance of the Gulf War cease-
fire, Mr. Kermani wrote in August, re-
flected "the spirit of entering into a new
age, the age of rationalism and a rejec-
tion of 'extreme moves, anger and riot."
See GULF, Page 7

A Flood Of Heroin Is Feared

Drug Experts Say Chaos in Burma Will Boost Traffic

By Michael Richardson
International Herald Tribune
BANGKOK — Burma's recent
turmoil will cause a major surge in
heroin exports to Europe and
North America as well as other
parts of Asia, Western and Thai
narcotics officials have warned.
Not only is the military regime of
General Saw Maung preoccupied
with controlling its political oppo-
nents, these officials said, but a
recent purge of the Burmese govern-
ment removed the officials who
have dealt with the drug trade.
Burma's anti-drug operations
were dealt a further setback by the
suspension of U.S. and United Na-
tions aid, including about \$8 mil-
lion for opium eradication.
"So we are going to see a massive
increase in production in Burma,"
an official said, "at a time when
there is no sign that output in Laos
is decreasing."
This source, as well as others said
in interviews that growing demand
for heroin from Burma and Laos,
as well as for high-grade marijuana
from Thailand and Laos, has creat-
ed a global industry whose traffick-
ing in Asian drugs is worth several
billion dollars a year.
The industry, they said, has cor-
rupted civilian and military offi-
cials in some Asian countries and
has used commercial banking
channels to launder enormous
amounts of money.
The scale of the drug trade from
Southeast Asia has been exposed
by police seizures this year. In the
latest, police in Australia and Hong
Kong announced Saturday that
they had confiscated 43 kilograms
(95 pounds) of heroin worth about
\$46 million, destined for the Aus-
tralian market.
More than 20 people have been
arrested in Sydney and Hong Kong
in what the police said was Austral-
ia's largest heroin haul.
Last month, agents in Boston
seized 85 kilograms of Southeast
Asian heroin smuggled from Hong
Kong. Four men were arrested.
In February, Thai authorities
found 1.26 metric tons of heroin
hidden in bales of rubber at the
Bangkok docks awaiting shipment
to New York. U.S. agents said it
was the world's largest heroin seiz-
ure.
The U.S. Drug Enforcement Ad-
ministration estimated that about
30 percent of the heroin consumed
by Americans now comes from
Burma and Laos, up from 18 per-
cent in 1987. U.S. drug agents es-
timated that even with Burmese gov-
ernment cooperation in drug
suppression, Burma and Laos pro-
duced about 400 tons of opium in
the four-month growing season
that ended in February.
This output, nearly all for clan-
destine export, is enough to make
140 tons of heroin and has estab-
lished Southeast Asia as the main
source of this highly addictive drug.
Most heroin smuggled out of
Burma and Laos passes through
Thailand, although narcotics
agents and intelligence sources said
that in the past several years new
outlets have been opened through
India, China, Malaysia and Viet-
nam.
Chavali Yodmani, a senior Thai
police officer who heads the Office
of the Narcotics Control Board,
said that demand for Southeast
Asian heroin had risen as gangsters
of Chinese origin took control of
the New York heroin trade from
the longer-established Mafia.
Western officials said that de-
mand for Southeast Asian heroin
was also rising in Europe because
of its purity and, therefore, its po-
tential for profit. Top-grade heroin
from Burma and Laos is about 97
percent pure, while West Asian
heroin, although comparably
priced at the source, is seldom more
than 35 percent pure.
"Dealers in Europe prefer the
Southeast Asian stuff because they
can dilute it more, increasing their
profit margins," an official ex-
plained.

Germany Crimp Parked Drivers

BONN — West German
drivers must wear seat belts in
their cars even if they are
parked with the engines off, a
court ruled on Monday.
A driver without a seat belt
would not be entitled to health-
insurance if his parked car was
involved in an accident, said the
court at Hamm, in the state of
North Rhine-Westphalia.
It said the ruling would also
apply to taxi drivers, who were
exempted from West Germa-
ny's strict laws requiring all
travelers in a car to wear seat
belts.

October
money

Wide pants with tweed
jacket from Chanel. Suzy
Menkes reports. Page 8.

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jacket from Chanel. Suzy
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London Police Question and Free Global 'Hacker'

By John Markoff
New York Times Service

The London police say they have questioned a 23-year-old man who apparently used computer networks to break into more than 200 military, corporate and university systems in Europe and the United States during the past five years.

The man was asked whether he tried to blackmail a computer manufacturer, but a spokeswoman for Scotland Yard said there was not enough evidence to pursue the matter, and the man was released. "I'm skeptical about the serious-

ness of the penetration," said Clifford Stoll, a U.S. computer security specialist who, in a previous case, helped apprehend a West German who had gained access to several American military computers around the world.

"It sounds as if this person has gotten onto computer networks but not seriously penetrated computers," Mr. Stoll said.

The man questioned, Edward Austin Singh, reportedly told the police that he had been in contact with other computer "hackers" in the United States and West Germany who use communications

networks to penetrate the security protecting computers at military installations.

Mr. Singh's motive was to prove that it was possible to break into the military systems, the police said, and apparently he did not attempt espionage.

Jo Clark, a police spokeswoman, said, "The man over the period of several years has engaged in hacking operations toward various computer systems, including military, commercial and academic, in this country, Europe and the States."

The London police began an investigation after the man approached a major computer manu-

facturer. He is said to have asked the company for \$5,250 in exchange for explaining how he entered its computer network.

The company paid nothing, and after it told Scotland Yard of the encounter the police tracked the suspect by monitoring his phone calls.

Mr. Singh was arrested Oct. 9 while sitting at a computer terminal on the University of Surrey campus at Guildford, southwest of London.

Last Friday the police questioned him a second time in London. Scotland Yard officials said he was released with a caution

According to a report in The Sunday Telegraph, when the police searched Mr. Singh's apartment they found documents relating to computers at the U.S. National Aeronautics and Space Administration, the U.S. Defense Nuclear Agency, TRW Inc., which is a major U.S. military contractor, and at the British Defense Ministry.

The London newspaper said Sunday that police investigators had confiscated a "foot high" stack of documents.

There was no indication that classified information had been taken during the electronic break-

Solidarity Sees Bleak Prospects For Talks

Reuters

WARSAW — A spokesman for the Solidarity movement said Monday that prospects for talks with the government on Poland's future had grown "very, very bleak," and that new delays in starting the talks were expected.

The spokesman, Janusz Onyszkiewicz, said the Polish authorities had reneged on an agreement on procedure, participation and agenda for the talks and were trying to dictate new terms.

"We will not accept dictates," he said. "The round table talks should be organized on the basis of some sort of agreement."

He said Solidarity was still ready to enter the negotiations, but a statement over the weekend by the Polish leader, General Wojciech Jaruzelski, has lessened Solidarity's optimism about the outcome of the talks.

In his statement, General Jaruzelski said that the restoration of trade union freedoms, suppressed under martial law in 1981, should await Poland's economic recovery and the carrying out of changes proposed by the Communist Party to channel dissent away from unions.

"We reject a model of trade unions that would be a Trojan horse for the aims of political schemers," General Jaruzelski said. He spoke at a meeting of Communist Party activists from factories throughout Poland.

Solidarity and other groups have repeatedly said the talks on political and economic change will go nowhere unless the union's legal status is restored.

"What Jaruzelski said is like putting the cart before the horse," Mr. Onyszkiewicz said. "This doesn't inspire hope for the future."

"Prospects for some kind of agreement look very, very bleak," he added, "but we are ready to give it a try."

Mr. Onyszkiewicz said it was unlikely that negotiations would start this week. The talks had been planned for Oct. 17 but were postponed amid a press campaign portraying Solidarity as a haven for anti-Communists and extremists.

If the talks are not started this week, they might be delayed until the second week of November, after a visit by Prime Minister Margaret Thatcher of Britain.

The Solidarity leader, Lech Walesa, has said that the government's recent campaign against Solidarity might mean that it wants to back out of the talks. He indicated that he might call new strikes if the government rejects talks.

General Jaruzelski warned that he would use force if faced with serious unrest.

"Force is a last resort," General Jaruzelski said. "But my hand will not tremble if attempts emerge to destabilize or overthrow the socialist state."

Paris 'Temptation' Fire Is Met With Indignation

By Steven Greenhouse
New York Times Service

PARIS — Government officials, religious leaders, and film directors on Monday condemned an apparent arson attack at a Paris movie theater that was showing "The Last Temptation of Christ."

The fire occurred early Sunday morning and left 13 people hospitalized, one of them in serious condition.

The assault was the latest and most serious in a series of attacks that have been made against the film in Paris, Lyon, Nice, Grenoble and several other French cities.

The film, which seeks to show the human side of Jesus and includes a scene in which he imagines having sex, created a storm of controversy throughout France well before it opened in 17 theaters in Paris on Sept. 28.

After the attack left the Cinema St. Michel in the Latin Quarter gutted, there was just one movie theater left in Paris still showing the film. The theater, the Gaumont Champs-Elysees, was under heavy police protection and was searching for moviegoers. "Last Temptation" had opened in 50 theaters outside Paris, but is now playing in fewer than 20.

"The opponents of the film have largely won," said a representative of Universal International Pictures, which is distributing the film

in France. "They have massacred the film's success and they have scared the public."

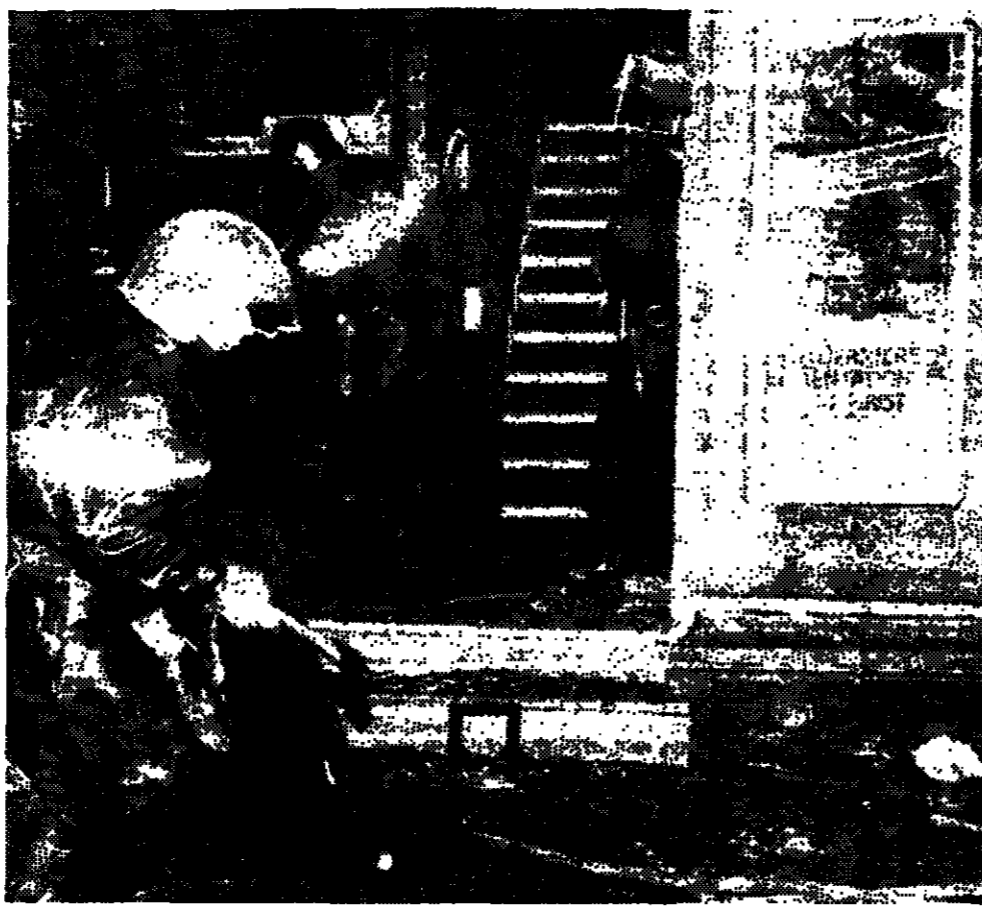
He said he had expected the film to attract 500,000 viewers and to run for two or three months, but he said it would very likely attract only about 170,000 viewers and run just one month.

Jack Lang, the minister of culture, went to the St. Michel theater after the fire and said, "Freedom of speech is threatened, and we must not be intimidated by such acts. Laurent Fabius, president of the National Assembly, said, "Those who burn films today are the successors of those who, not long ago, burned books."

Several ultraconservative religious groups had threatened to prevent the film from being shown. In August, the leader of one Roman Catholic group, Christian Solidarity, said the group's members would not hesitate to go to prison if necessary to stop what he called a "blasphemous" film.

"Last Temptation" is adapted from a 1955 novel by the Greek writer Nikos Kazantzakis and seeks to show the temptations and weaknesses of Jesus. Its critics have been upset most with a scene in which Jesus imagines having sex with Mary Magdalene.

The archbishop of Paris, Cardinal Jean-Marie Lustiger, condemned those who had set the fire. "You don't behave as Christians



Fire fighters worked to control the blaze that was set in a Latin Quarter movie house early Sunday.

but as enemies of Christ," he said. "From the Christian point of view, one doesn't defend Christ with arms. Christ himself forbade it."

The administrative board of the French Cinematheque, a prominent film society that includes such well-known directors as Bertrand

Tavernier and Wim Wenders, on Monday expressed their "revulsion against the attack against movie theaters."



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WORLD BRIEFS

Israeli Jets Strike Camp in Lebanon

RASHAYA, Lebanon (Reuters) — Israel launched a new air raid on targets in southern Lebanon on Monday, and its forces captured seven Palestinian guerrillas who were on a mission to seize hostages.

Security sources and witnesses said two jets hit a military training camp of the leftist Syrian Nationalist Social Party in the eastern Bekaa Valley village of Beit Lahia, 7 kilometers north of Israel's self-declared security zone.

In the southern port of Sidon, Yasser Arafat's El Fatah group said Israeli troops captured seven of its guerrillas in the security zone Monday. Major Munir Makrah, the commander of Force 17, El Fatah's military branch, said the guerrillas were heading to the northern Israeli settlement of Miskav Asn, where they planned to take military hostages.

A Papal Appeal on Sex and Marriage

VATICAN CITY (AP) — Pope John Paul II, lamenting "a world that often reduces sex to the pursuit of pleasure," urged U.S. bishops Monday to persuade couples to embrace marriage and reject abortion and contraception.

In a speech to 18 visiting bishops from Michigan and Ohio, the pope said he wanted to commemorate the 20th anniversary of Pope Paul VI's encyclical *Humanae Vitae*, which reaffirmed the church's ban on artificial birth control.

"We see ever more clearly today how relevant and positive it is," the pope said, speaking in English, to the delegation headed by Cardinal Edmund C. Szoka, archbishop of Detroit. "In a world that often reduces sex to the pursuit of pleasure, and in some cases to domination, the church has a special mission to place sex in the context of conjugal love and of generous and responsible openness to parenthood."

Pilot Error Cited in Ramstein Crash

BONN (AP) — A report by an inquiry commission on Monday blamed pilot error for the collision of three Italian stunt-team jets that caused the deaths of 69 people at the U.S. Ramstein Air Base on Aug. 28.

The commission of Italian, American and West German experts said American organizers of the air show had fulfilled all safety requirements and had even gone beyond some obligations. But the report recommended that member states of the North Atlantic Treaty Organization make a "critical re-assessment of air shows in light of this tragic accident."

"The cause of the mid-air collision between the solo pilot and two other planes from the Italian stunt flying team *Frecce Tricolori* has been determined to have been human error by the solo pilot," the report said. The "solo pilot" was trying to fly through a heart-shaped formation made by the other planes.

4 Die in Colombo Political Bombing

COLOMBO (AFP) — Suspected Sinhalese militants bombed an office of the ruling party Monday, killing at least four persons and wounding 20, as the authorities announced curfews to forestall planned anti-government protests.

Two men, believed to be from the Janatha Vimukthi Peramuna, or People's Liberation Front, threw a grenade at a branch office of the United National Party in Colombo's Kotabena district while a meeting was on, the police said.

The attack occurred almost immediately after the government had announced the imposition of curfews of up to 28 hours in Sri Lanka's Southern and Western provinces from midnight Monday. A witness said he had seen at least three men with serious head injuries being carried into a car while dozens of others were taken to hospital with relatively minor wounds. Hospital sources said four were dead on admission.

Cocaine and Eastern Plane Seized

MIAMI (AP) — Federal agents seized an Eastern L-1011 jet on Monday after they found 56 pounds (25 kilograms) of cocaine in a mailbag carried on a flight from Colombia, the fourth discovery of cocaine on an Eastern plane in the last two months, Customs Service officials said.

Eastern faces a fine of about \$890,000 and will have to improve security procedures to get the plane back from the Customs Service, which grounded it near an Eastern hangar.

The mailbag, seized Sunday, had no destination markings. The seizure brought the amount of cocaine found on Eastern planes in two months to 494 pounds.

TRAVEL UPDATE

Politicians Criticize Indian Airlines

NEW DELHI (NYT) — Indian Airlines, the state-run carrier operating 260 domestic and international flights a day, came under sharp attack in a parliamentary committee on Monday for reportedly compromising on safety and pilot fitness; allowing squabbling among managers, and overworking its fleet of Boeing 737s, one of which crashed last week, killing 130 persons.

Lawmakers meeting to review the Ministry of Civil Aviation have demanded the resignation of top officials. Others have sought an end to interference from politicians. In addition, a leading consumer rights group, Common Cause, has filed a lawsuit against Indian Airlines, alleging poor maintenance and overuse of its fleet.

Indian Airlines has a monopoly in domestic air travel, and there have been frequent complaints about in-flight service, the reservations system, overbooking, flight delays and slow baggage clearance. Air India, another government-run company, is the primary international carrier.

An Indian Airlines spokesman denied the allegations. "Under no circumstances are we flouting the rules and regulations of the manufacturers and air-worthiness authorities," said A. K. Sivanandan. He said the airline hoped the rush on its flights would ease next summer when new European Airbus are added to the fleet. — SANJOY HAZARIEKA

An Air Safety Index Is Urged in U.S.

WASHINGTON (AP) — Some consumer advocates have been asking the government to take its monthly reports comparing airline on-time performance another step and issue a comparison on how each airline ranks on safety.

But the idea is complicated because the Transportation Department and its Federal Aviation Administration have yet to decide what indicators give an accurate reading on safety.

Earlier this year, the aviation agency hired the Flight Safety Foundation, a private consultant, to develop criteria that might be used to gauge safety. The consultants are going beyond raw accident statistics and rates and examining air controller errors, reports of near collisions, and runway incidents, among other things. But officials said that even if such an index were created it was unlikely that it would be used because it would be vigorously opposed by the airlines.

KOHL: Talks Focus on Weapons

(Continued from page 1)

Mr. Gorbachev said "the fate of the Germans" was tied up with the fate of the rest of Europe. He wanted to make it very clear, he said, that "any attempt to demolish the borders between the two sovereign German states" would be "unacceptable, and even disastrous."

West Germans Shrug in a Poll

BONN — Most West Germans believe the Soviet Union poses no military threat and find relations with Moscow more harmonious since Mikhail S. Gorbachev took over, according to a survey by the Zweites Deutsches Fernsehen (ZDF) television network.

The ZDF gave no comparative figures but said that the number of respondents who said the highest estimate of their confidence in Gorbachev was 10 percent, down from 20 percent in a poll conducted last year.

It said 80 percent of those asked felt no military threat from Moscow while 19 percent did.

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Airline Reservations Considered For 2 Whales

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Airlift Rescue Is Considered For 2 Whales

The Associated Press
BARROW, Alaska — Soviet icebreakers churned toward Barrow on Monday to offer help for two trapped whales as rescuers tried to lure them to freedom, but biologists said they may have to airlift them to open water.
David Withrow, of the National Oceanic and Atmospheric Administration in Seattle, said a net was being built to carry the whales.
But he said that an airlift was the least desirable option, and that it would be carried out only if rescuers failed to coax the California gray whales to open water by using air holes cut in the ice.
The two whales, and a third that is believed to have died, were stranded about two weeks ago by shifting ice.
It was unclear if the Soviet icebreakers could operate in the shallow water near the whales.



Biologists measuring one of the trapped whales, whose lengths were estimated at 27 to 35 feet.

Young, Hurt and Homosexual
U.S. Experts Focus on Teen-Agers' Harsh Predicament

By Joyce Murdoch
Washington Post Service
WASHINGTON — For the first time in his life, Stuart Reges seemed to be fitting in. Always outstanding academically, he suddenly was popular and dating girls.
But his new social life heightened his sense of being different from his classmates. Midway through his senior year at James Madison High School in Vienna, Virginia, he tried to kill himself.
"I was a young gay person desperately trying to be a young nongay person, and I couldn't accept my failure," Mr. Reges, now assistant chairman of Stanford University's computer science department, explained in looking back at the weekend in 1977 when he attempted suicide three times, nearly dying of strychnine poisoning.
Many homosexual teen-agers have as much difficulty as Stuart Reges did then in coping with their sexual orientation, according to mental health practitioners. The suicide attempt rate among homosexual teen-agers in the United States is extremely high — an estimated 30 to 40 percent among boys and 20 percent among girls, recent research indicates.

Washington, concentrate on simply providing emotional support and information to teen-agers who consider themselves homosexual or who are struggling with their sexual orientation.
Gary Remafedi, a pediatrician at the University of Minnesota Hospital and Clinic and the leading researcher on suicide attempts among homosexual boys, sought last year in an article in the *Journal of the American Medical Association* to "ally the price of 'nonexistence' for homosexual young people, who he said are rendered invisible by society."
Dr. Remafedi concluded that "adolescents who are struggling with the issue of homosexuality and who are not receiving appropriate health care services and support from family and community are in jeopardy of serious emotional, social and physical difficulties."
"The potential cost of such problems is illness, dysfunction or death."
Of the more than 1,000 young people counseled each year by the Hetrick-Martin Institute for the Protection of Lesbian and Gay Youth in Manhattan, 30 percent say they have attempted suicide, according to Joyce Hunter, the institute's director of social work services.
"The major problem for the kids coming here is isolation," Ms. Hunter said. "That isolation manifests itself, she said, in their not having any role models, not having any sense of what it means to be lesbian or gay."
In 1983, the institute founded the Harvey Milk School for homosexual dropouts and truant. The

school, which has 25 students this fall, has long been criticized for segregating homosexual students.
All of the homosexual teen-agers whom Virginia Uribe counsels in Los Angeles are still in public schools. A teacher since the mid-1950s, Ms. Uribe had long seen homosexual students "treated as objects of hate or bigotry — or else as if they didn't exist." But in 1984 she became outraged, she said, when "an effeminate kid was harassed out of school."
Her fury resulted in Project 10, whose name refers to the estimate that 10 percent of the nation's population is homosexual. What began as an informal lunch-time discussion group, she said, has evolved into a countrywide effort, supported by the school board, to "demystify" homosexuality for students, teachers and counselors and to keep homosexual teen-agers "in school, off drugs and sexually responsible."
Project 10's most vigorous critic is the Reverend Lou Sheldon of Anaheim, California, who founded SHAPE in an effort to ensure that there is not "a parade of gays and lesbians through the classroom affirming homosexuality as a positive experience."
Having homosexual role models, he said, can put a boy with a "gender-orientation" problem on "the path to his death with HIV infection," a reference to the AIDS virus.
Describing homosexuality as "an underdeveloped stage of heterosexuality," Mr. Sheldon said proper counseling could help young people who think they are homosexual become heterosexual.
Dr. Jeffrey Akman, a professor of psychiatry at the George Washington University medical school in Washington, scoffs at Mr. Sheldon's ideas. "It is not a generally accepted viewpoint in mainstream psychiatry that one should actually try to change a person's sexual orientation," he said.

'I was a young gay person desperately trying to be a young nongay person, and I couldn't accept my failure.'
Stuart Reges

Bush Defends Campaign Ads

He Reiterates That Dukakis Lied About Pension Fund

By David Hoffman
Washington Post Service
WATERBURY, Connecticut — Vice President George Bush defended his campaign advertising Monday against allegations of racial bigotry by Democrats.
He also counterattacked strongly, accusing the Democratic nominee, Governor Michael S. Dukakis of Massachusetts, of lying about the Massachusetts pension fund.
Mr. Bush also opened a week of campaigning devoted to economic themes by repeating the question asked by President Ronald Reagan in 1980 and 1984: "Are you better off today than you were four years ago?"
He raised the question as he campaigned in three New England states — Connecticut, Vermont and Maine — that make up part of the Dukakis regional base. Rich Bond, the Bush deputy campaign manager, said the base was "continuing to shift out from under him."
Mr. Bush, who has rarely responded to Mr. Dukakis in the fall campaign, delivered a sharp retort to the charges of bigotry made Sunday by Senator Lloyd Bentsen, the Democratic vice presidential nominee, and by the Reverend Jesse L. Jackson.
They accused Mr. Bush of playing on racial fears with advertise-

ments featuring pictures of William Horton Jr., a black convicted murderer who was released on a prison furlough in Massachusetts. Mr. Horton failed to return, and later raped and terrorized a white Maryland couple.
"I stand 100 percent behind these ads," Mr. Bush said of the Horton commercials, speaking briefly to reporters. "There isn't any racism. It's absolutely ridiculous. And everybody sees this as some kind of desperation move, basing it on one ad."
"If he really wants to talk about lies," Mr. Bush said, "let's go back to our recent debate — the American people saw it, close to 75 million I'm told — he said he didn't raid that Massachusetts pension fund. Well, that is flat-out false and he knows it."
Mr. Bush was referring to a Dukakis statement in the debate that he did not tap the state pension fund to balance the budget; Mr. Bush had said that Mr. Dukakis took \$29 million out of the fund to offset the deficit.
Mr. Bush said he wanted to "stay positive" and returned to his speech on the economy, which included pointed criticism of Mr. Dukakis.
"We could face an economic disaster if the liberals take over that White House, and your choice is

clear," he said. "You can vote in 1992 to correct that disaster or you can vote in 1988 to prevent it."
He said that "when you all strip away all that rhetoric, all the words, all the analysis," the question that remains is the same: "Are you better off today than you were eight years ago?"
"When all the evidence is in," Mr. Bush said, "when you go past all the sound bites and the horse race and the tank rides, the answer is a clear yes."
Mr. Bush broke little new ground in the speech, but said he would like to reduce inflation to 2 percent or less, and he renewed his vow, if elected, to convene a budget summit meeting with Congress.
Dukakis Strikes at Bush
Mr. Dukakis, renewing his effort to get Americans to take "a hard second look" at him and Vice President Bush, used Mr. Bush's tax returns Monday as his latest weapon against the Republican presidential nominee. The New York Times reported from San Diego.
Mr. Dukakis said that if a Bush proposal to set capital gains taxes at a flat 15 percent took effect, and if Mr. Bush reported over the three following years the same capital gains he reported in 1985-87, Mr. Bush would pay \$22,000 less in taxes.

THE HUSTINGS

New Jerseyans Await Dukakis Push

TRENTON, New Jersey (NYT) — State Democratic leaders are becoming increasingly anxious and angry about the presidential campaign of Governor Michael S. Dukakis in their state, or lack of one.
The strong showing by Vice President George Bush in recent polls has cost the state its ranking as a important battleground for the Dukakis forces, some party officials said. It has raised concerns about the impact of a reduced campaign effort at the top of the ticket on other candidates.
Douglas Sosnik, the New Jersey director for the Dukakis campaign, denied that the state was being abandoned and said staffing and financial commitments remained intact. But Mayor Sharpe James of Newark criticized the effort, saying it had ignored minority voters and had taken them for granted. "They've canceled meeting after meeting with urban residents," he said. "People want to press the flesh, shake hands, hug the candidate."

For Control of Congress, Status Quo

WASHINGTON (LAT) — Democrats appear to be doing well enough in congressional races to retain control of the House of Representatives with about the same numerical advantage they have held over Republicans for the past two years. In the House now, there are 255 Democrats and 177 Republicans, with three seats vacant. The Democrats also are favored to keep their majority in the Senate.
The predictions, shared by both Democratic and Republican analysts, underscore the power of incumbents to stay in office. Of the 432 House incumbents, 408 are seeking re-election and, based on recent trends, about 98 percent of them will win another term.

Senate Republicans Lose Coffin Race

WASHINGTON (NYT) — Many Republican Senate candidates this year are finding themselves in the unusual and uncomfortable position of being outspent or matched financially by their Democratic rivals.
Republican Senate contenders have historically raised more money than Democrats, particularly in competitive races. But so far this year, Democrats have taken in at least 14 percent more than Republicans. One reason Democrats are doing better financially is that they have 15 incumbents seeking re-election, against 12 Republican incumbents.

Arafat Lobbies in Turkey

The Associated Press
ANKARA — Yasser Arafat, chairman of the Palestine Liberation Organization, arrived here Monday for a one-day visit that is expected to include talks aimed at winning support for an independent Palestinian state. Mr. Arafat was greeted by Prime Minister Turgut Ozal.

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MUNICH:
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THE CANADIANS
ARE COMING.

On the 31st October, the first Canadian Airlines International scheduled flight from Canada touches down at Munich.
Which means that Munich will join the growing number of Canadian cities across Europe. Amsterdam, Frankfurt, Milan and Rome — all cities served by Canada's most successful new airline.
We offer more flights from continental Europe to Canada than any other airline. With our partners, we serve more cities in Canada than any other airline (162 to be precise) — and we're the only carrier to connect Canada with five continents.
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It used to take four to six years for a fruit tree to produce fruit. And people always had this dream of faster and better harvests. Now DSM, one of Europe's largest chemical companies, has helped realize this dream.

In co-operation with the Research Station for Fruit Growers in Holland, the researchers at DSM have developed a completely new fertilising technique for north-west Europe. They call it 'fertigation'.

It uses the environmentally benign drip irrigation system. The drip, however, is enriched with a special fertiliser which is fully soluble in water.

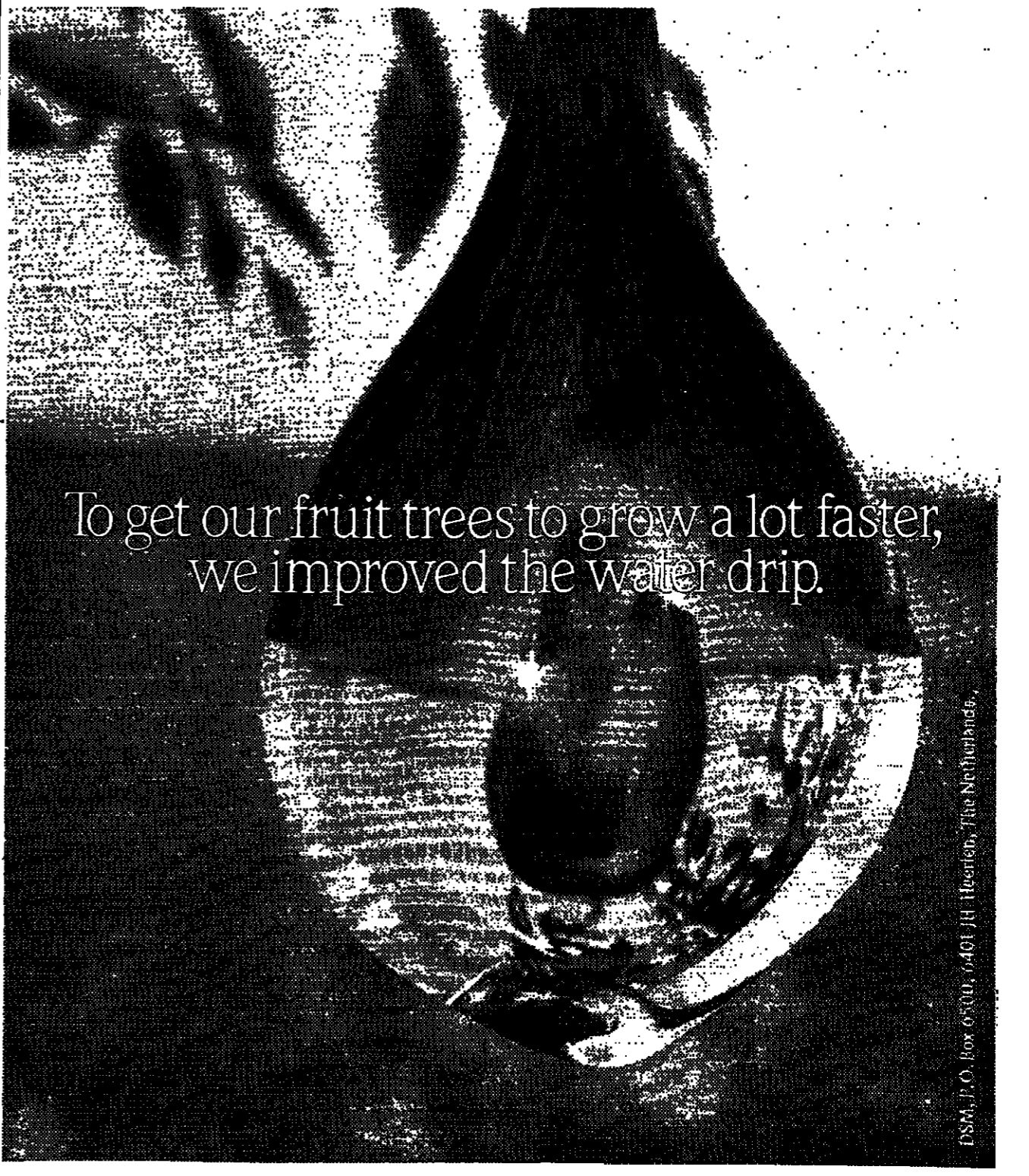
Thus the roots receive, drop by drop, moisture and nutrients. In exactly the right amounts. The results are remarkable: since we improved the drip, we've been able to harvest at least a year earlier. And both the yield and the quality have improved tremendously.

Fertigation is one of our technologies which is certainly bearing fruit.

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To get our fruit trees to grow a lot faster, we improved the water drip.



WORLD BRIEFS
Strike Camp in Lebanon
Deal on Sex and Mar
Cited in Ramstein
Eastern Plane
Utilize Indian
Index Is Urged
Focus on
West Germ
Shrug in a

INTERNATIONAL Herald Tribune

The Candidates on Arms

At the cost of almost \$2 trillion, President Reagan has generally improved the quality of American military forces. But he has built a fortress on sand. The economy has been undermined by the Reagan deficits; the incoherence and waste of his defense programs have eroded the national consensus for substantial military spending.

Europe: The 'Social Dimension' Looks as Fuzzy as Ever

By Giles Merritt

BRUSSELS — A Great Schism has opened up in Europe over the future course of the European Community's drive to create a genuine common market by 1992.

seats on the supervisory board. It dates from 1972, and is still firmly opposed by Britain. The Commission is trying to bypass British objections by making adoption voluntary.

A Cross-Channel Joust With Overblown Words

By William Pfaff

PARIS — Margaret Thatcher condemns the idea of a supranational Europe. She wants the European Community to be a commercial marketplace and nothing more.

search, cutting itself off from research which private business is unwilling or unable to pay for. (Something like this is developing in the United States in such areas as superconductivity, as the New York Times reported recently.)

A Vision for Lebanon

Is Lebanon finally disappearing? Its Christians last month rejected the new president whom Syria sought to impose; the United States stood, uncomfortably, with Syria in the hope of keeping Lebanon intact.

Japan at a Crossroads: Which Way to a Multilateral Era?

By Jim Hoagland

PARIS — Japan's absurdly misnamed Hirohito era approaches its end as Emperor Hirohito lies dying in Tokyo. With the Japanese better luck the next time in choosing a characterization for the national values and aspirations to guide their new emperor.

United Nations. It is an idea to which the next American administration should be open. This brings us to the "M" word of the American political campaign. George Bush has made "multilateralism" sound as dangerous and dirty as "liberalism" seems to have become in the ears of many.

Can the PLO Be Serious?

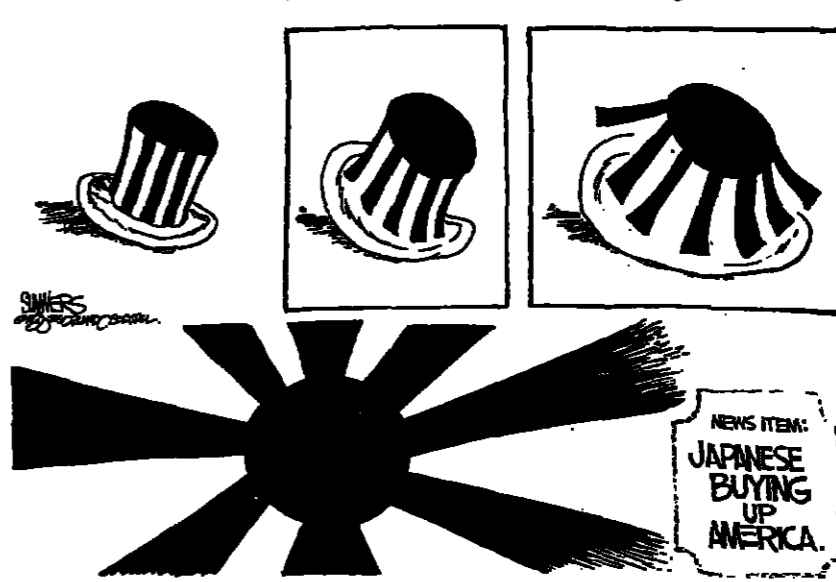
The PLO is attempting in its fashion to translate the momentum of the uprising in the West Bank into a political program that goes beyond stirring Palestinians and troubling Israel and actually produces political gains on the ground.

U.S. Budget Deficits: How They Matter and How They Don't

By Robert J. Samuelson

WASHINGTON — A letter from a reader says: "Some of us are shocked out here with you [would explain] the national debt. We know it's bad, but many of us fail to see the connection between the debt and our own personal income."

ity, because the trade deficits have allowed us to live beyond our means. This era of easy living is ending. As the trade deficit drops, Americans will have to satisfy more of their spending from what is produced at home.



INTERNATIONAL HERALD TRIBUNE JOHN HAY WHITNEY, Chairman 1958-1982 KATHARINE GRAHAM, WILLIAM S. PALEY, ARTHUR OCHS SULZBERGER Co-Chairmen

1888: Royal Divorce PARIS — King Milan of Serbia, in spite of the Consistory, in spite of the Synod, in spite of the wishes of his Ministers and in spite of the will of the nation, has at last compelled the Metropolitan Theodosius to proclaim his divorce from Queen Nathalie. The affair is ended as far as the divorce is concerned. But now he is face to face with a disconcerted nation.

OPINION

The Bush People Will All Want Jobs

By William Safire

WASHINGTON — Mustn't get overconfident. That Sasse fellow will stop at nothing, and it is pumping the major of me being a civil libertine. And I hear Lloyd Bensten has something more respectable up his sleeve. Still, I have to think ahead. Who would I appoint to what? I sent out 60,000 personal notes as vice president, and now they'll all want jobs. Jim Baker wants the State Department and Nick Brady wants to stay on at Treasury. They're Bush people so that's fine, though I sure would like to spring a surprise. Defense will be a tough call. John Tower would be good at holding off the budget cutters in Congress, but with Baker at State that would start "Texas mafia" talk. (Reminds me: Peter O'Donnell for the Republican National Committee, because Lee Atwater wants to stay on the outside.) Jack Kemp to the Pentagon, maybe — he'd be switchable to Treasury in a few years when I move Nick to the Fed.

I wish I knew a terrific female economist. I'll tell them to put a talented woman on the council, someone who can move up and take the heat in case of a recession.

in as White House chief of staff. Debbie Stoeckman is another woman who could handle a cabinet post on the domestic side, and Margaret Tutwiler should move out of Jim Baker's shadow.

Anne Armstrong's kids are grown, maybe she's ready for Washington full time. Speechwriter Peggy Noonan wants to take care of her baby and finish her book, which means we may have to provide day care at the White House. For press secretary, Pete Teeloy wants back in, but the job belongs to Sheila Tate.

I wish I knew a terrific female economist. I'll tell Mike Boskin and Larry Lindsey to pick a talented woman as the third member of the council, someone who can move up and take the heat in case of a recession. Gen. I haven't even begun to think of ambassadorial appointments. Bob Mosbacher to Britain, Jocelyn Strauss to Barbados, Jean Kirkpatrick to Paris. And — heh — Al Haig to Bangladesh. Not a word about this to a soul; mustn't get overconfident. If anybody asks, I'm not even thinking about a cast of characters in my show. That would be bad luck.

The New York Times.



LETTERS TO THE EDITOR

Dukakis vs. Bush: A Democrat Abroad Views the Stakes

As I have watched the 1988 presidential campaign develop over the past few weeks, I have become increasingly concerned that the outcome might be the wrong one for America. Americans cannot afford to accept the status quo, as Vice President George Bush lamely proposes. We must move outward. Seen from abroad, the issues are clear. In order to remain the bastion of democracy, America needs a strong national defense, but also one it can afford. America needs a health-care insurance system to provide adequate coverage to all Americans, day care and improved educational opportunities for its children. It needs a growing economy founded on reduced budget deficits and equal employment opportunity for all, good jobs

at good wages, and job training to bring all Americans into the work force.

America needs better and more affordable housing, clean air and water, sound agricultural and energy policies, and a trade policy that will promote free trade by reducing barriers to the importation of American goods abroad.

It needs a Supreme Court that respects constitutional rights and civil liberties. We must not allow these rights and liberties to be overturned by the political agenda of the radical, reactionary right.

The Dukakis-Bensten administration will be committed to treating Americans abroad fairly, particularly concerning tax and citizenship laws, and to providing them with the services they need. The 1988 presidential election is the

springboard to the 21st century. The political decisions taken or neglected in the next four years and the appointments to the Supreme Court made during those years will set the pace for America and the world for many years. Seen from here, the choice is clear.

JOSEPH J. SMALLHOOVER, Campaign Coordinator, Democrats Abroad, Paris.

Letters intended for publication should be addressed "Letters to the Editor" and contain the writer's signature, name and full address. Letters should be brief and are subject to editing. We cannot be responsible for the return of unsolicited manuscripts.

Stranger Than Fiction

By Jeremy Lerner

BERKELEY, California — In 1972, I wrote a movie for Robert Redford and the director Michael Ritchie in which an idealistic young liberal reluctantly runs for senator in California and in the process gets so pressured that he loses himself and starts speaking the empty phrases that made him hesitate to run in the first place. At the end, when he is elected in an upset

MEANWHILE

victory, he takes his campaign manager aside and asks, "What do we do now?" In the years since, I have never heard or seen this closing line quoted so much as it has been in the current U.S. presidential campaign. Not a week goes by without another story of how Dan Quayle, as a young man, was "inspired" by the film and stayed up late discussing how he thought he resembled Robert Redford and could succeed in politics like the movie character, Bill McKay.

I am amazed to have inspired Mr. Quayle. Inspiring such candidates was not our intention and I don't think the senator understood the movie. In that respect, he has had plenty of company. In 1972, Senator George McGovern saw the movie and said that senators were not like Bill McKay; they were smarter and more complex. I liked his reaction. I expected senators not to like the film. But there are those who do like the movie precisely because they do not find it disturbing — who see Bill McKay as a young man learning to do what he had to do.

Last spring in Washington I met a senator who pumped my hand and said, "Your film tells it exactly like it is around here." The senator's cheerful identification with Bill McKay bothered me. A friend of mine on Capitol Hill explained: "That's the way most of them are now. The ones who couldn't be that way are the ones they beat. He sees 'The Candidate' as a tribute to himself."

I'll try to make clear how its makers saw the film by comparing Dan Quayle with Bill McKay. McKay is not a guy who sits up late with dreams of power. When first approached by a cam-

aign manager, played by Peter Boyle, McKay is running a rural legal assistance program of the type President Reagan tried to wipe out.

McKay is suspicious of politics, exemplified for him by his wheezing-leaking father, a former governor of California. McKay is lured to run not by ambition but by his manager's assurance that he will have a chance to tell the people what he believes because he is going to lose anyway. What the wily manager foresees is that forces larger than any candidate will eventually dictate his behavior — forces such as his looks, his marketability and what others see in him.

McKay, unlike Senator Quayle, is disturbed to find his popularity growing for superficial reasons, even as he begins to enjoy the sensations of power. He fights back, struggling to break his public image by blurring out unpopular truths. But his star outshines his soul and events sweep him, blind and lost, to victory.

The problem of political success was put in a nutshell for me by the extras we gathered at the Paramount Theater in Oakland, California, to film McKay's final speech. The director had me explain to them that McKay's phrases (for example, "forward into the future") were meaningless, because he thought that the extras had to be told when to laugh or clap. But when Robert Redford delivered the speech, the crowd was stirred. The speech evoked not only spontaneous applause, but tears. Mr. Redford had the grace to be frightened by the response he drew that day.

The point of the film is the power of popular response; how little it has to do with reality or ability. It is also about how easy it is for a politician to forget that he is not usually saying anything at all. Sorry, Senator Quayle, you thought we were telling you how-to, when we were trying to say: Watch out. You missed the irony. Unless, in a way we never could have foreseen, you are the irony.

Mr. Lerner, a novelist, won an Academy Award for his screenplay "The Candidate." He contributed this comment to The New York Times.

GENERAL NEWS

Multiple Flags and Infighting Flavor Campaign in Pakistan

By Barbara Crossette

NEWALPINDI, Pakistan — All over Pakistan, a nation of 100 million people, new banners are flying. Walls, bridges and the sides of buses are being papered with the faces of candidates and drawings of the ballot symbols by which a largely illiterate population will recognize them. There were 82 symbols to choose from, arranged alphabetically from an arrow to a wristwatch.

Election Commission officials, bolstered by a series of Supreme Court rulings, are venturing into the country's most feudal corners to ensure the skeptics that voting can be free and fair in a country that has known more military dictators than democratic leaders in its 41 years of independence.

On Nov. 16, Pakistanis are to choose a National Assembly, or parliament. The leader of its majority party is likely to become prime minister, and the country will return to civilian rule. Almost every Pakistani approached by a foreigner seems to sense the importance of the event, and many remark hopefully that a life of poverty must get better under a government chosen by the people.

In the face of so much popular expectation, and under so many colorful flags, the political parties vying to lead Pakistan into a new age are off to a slow start where issues are concerned, many Pakistani and leading newspapers say.

A leading independent paper noted Saturday that the campaign so far had been noteworthy more for its backroom infighting than statesmanship. The paper said politicians had proved "that even when the once-in-two-decade elections are held, our political leaders seem incapable of rising to the occasion."

At stake are 217 National As-

sembly seats, 207 for Moslems and 10 set aside for non-Moslems, as well as seats in four provincial legislatures. Most of the important parties are grouped into two wobbly coalitions, the Islamic Democratic Alliance and the Movement for the Restoration of Democracy. Both have produced middle-of-the-road programs, with no shifts in foreign policy or eye-catching domestic initiatives.

The Islamic Democratic Alliance, expanded at the last minute to take in the two leading factions of the Pakistan Moslem League, the country's oldest, but badly splintered, party, is nominally led by Mohammed Khan Junejo. Mr. Junejo was prime minister from 1985 until he was dismissed in May by President Mohammed Zia ul-Haq, who died Aug. 17 in an air crash.

General Zia, Pakistan's unchallenged ruler for 11 years, also dissolved the lower house of the National Assembly in May, ending an era of partial democracy during which, some Pakistanis believe, Mr. Junejo had become too independent for the president's liking.

Mr. Junejo is expected to play on his differences with General Zia in the campaign, as well as on the record under Zulfikar Ali Bhutto when he was prime minister. During the Bhutto years, emergency legislation stifled the press and an economic policy of nationalization contributed to riots in the streets.

General Zia seized power from Mr. Bhutto in 1977 and refused to pardon him two years later when he was sentenced to death for involvement in a conspiracy to murder a political opponent.

Mr. Junejo's coalition is considered unstable because of the powerful regional political leaders it has tried to contain within it, on the theory that only a unified front can give the old Moslem League a chance to govern Pakistan again.

The Islamic Democratic Alliance is competing under one election symbol, the bicycle.

The Movement for the Restoration of Democracy, on the other hand, has crumbled under the weight of its strongest component, the Pakistan People's Party of the Bhutto family. The People's Party has chosen its own symbol, the arrow. It was refused the choice of a sword, which it used in the country's last election, in 1971.

Both the widow of Mr. Bhutto, Nusrat, and his daughter Benazir are now playing prominent roles in the organization, leading some Pakistani politicians to wonder if Mrs. Bhutto could emerge as prime minister instead of her daughter.

The People's Party coalition partners say the Bhuttos have not kept their promise to share seats equitably, taking most places for their own candidates, including family members and some wealthy men the party once criticized. In many election districts, the People's Party and the Movement for the Restoration of Democracy are officially becoming opponents.

Officials of the People's Party and spokesmen for other parties in the Movement for the Restoration of Democracy say the coalition was more or less formally dissolved last week in a meeting in Lahore. With democracy restored, its reason for being was gone.

The Pakistan People's Party has some clear advantages as the election campaign begins: It is well organized and has not lost its populist appeal.

Campaigning in Pakistan remains a personal crusade in each election district, with national radio and television playing almost no role. Candidates address neighborhood meetings, and there are also political processions, which are often a collection of bicycles and vans or men on foot waving banners and creating traffic jams.

Henry Armstrong Is Dead at 75; He Held 3 Boxing Titles in 1930s

Los Angeles Times Service

LOS ANGELES — Henry Armstrong, 75, the only boxer to hold championship belts in three weight divisions simultaneously, died of heart failure Saturday in Los Angeles.

Regarded as one of history's greatest boxers, Mr. Armstrong was inducted into the Boxing Hall of Fame when it opened in 1953 along with Joe Louis and Jack Dempsey.

Mr. Armstrong, whose real name was Henry Jackson, fought 174 bouts in a 15-year career that began in 1921. He won 145, 98 by knockout.

Fifty years ago, Mr. Armstrong amazed the boxing world in an 11-month period that spanned parts of 1937 and 1938 by winning three world titles and holding them all at the same time.

He knocked out Percy Sarron in the sixth round to win the featherweight title Oct. 29, 1937. He then decided to bypass the lightweight division and instead fight Barney Ross for the heavier welterweight title. He won the fight

and the second of his titles on May 31, 1938.

On Aug. 17, 1938, he won the lightweight championship by scoring a 15-round decision over Lou Ambers at Madison Square Garden.

He retired twice and made two comebacks before he retired for good in 1945 at 32.

James Aronson, 73, Leftist Journalist

NEW YORK (NYT) — James Aronson, 73, an editor, teacher and journalist critic for five decades, died of prostate cancer Thursday in New York.

In 1948, Mr. Aronson co-founded The National Guardian, a leftist weekly, with Cedric Belfrage. A graduate of the Columbia School of Journalism, Mr. Aronson also worked at The New York Herald Tribune and The New York Times.

Spurgeon M. Keeny, 95, Adviser on Relief Problems

WASHINGTON (WP) — Spurgeon M. Keeny Sr., 95, a former consultant and adviser on international relief and rehabilitation

problems, died of a stroke Thursday in Washington.

Mr. Keeny began his career in relief work during World War I, when he served with the British Army as part of a troop support team of the Young Men's Christian Association in Mesopotamia.

Sheila Scott, 61, Actress and Aviator

LONDON (AP) — Sheila Scott, 61, an actress-turned-aviator who held more than 90 flying records, died of lung cancer Thursday in London.

She learned to fly in 1959 at 32 and became the first solo flier to cross the North Pole.

Other deaths:

Piero Fornasetti, 74, an Italian artist and designer, of heart problems Oct. 9 in Milan, according to his son. Mr. Fornasetti was known for his black-and-white ceramics and furniture.

Pierre Barret, 52, a French writer and journalist, following an extended illness at his suburban Paris home, his family said.

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Car Bomb Kills 2 in S. Africa

Police See Drive To Disrupt Vote

By William Claiborne
Washington Post Service

JOHANNESBURG — In the latest of a series of terrorist attacks coinciding with campaigning for nationwide municipal elections Wednesday, a car bomb exploded Monday at a shopping center in Witbank, east of Johannesburg, killing two persons and injuring 42.

The police said that two black men died and that 23 whites and 19 blacks were injured in the bombing, which occurred in a parking lot outside a supermarket near the office of a police detective unit.

The police said that 18 cars were damaged and that windows of 40 stores were blown out.

The bombing was the 18th this month in what police have described as a campaign by the outlawed African National Congress to disrupt the elections.

Bombings and hand-grenade attacks have occurred in South Africa at a rate of more than one a day since early last month, and the police said they were bracing for a spate of attacks Tuesday and Wednesday, when blacks and whites go to the polls in separate elections for municipal candidates.

The government has said the black elections are important because they will determine the future of participatory politics for blacks by identifying credible black leaders who might join proposed negotiations for limited power sharing for the country's black majority.

On Friday, an infant was killed and four people were injured when a limpet mine exploded at a polling booth in a black township near Springs, east of Johannesburg. On Sunday night, a woman was injured in a grenade attack in Soweto.

Police said, meanwhile, that doctors in Cape Town operated on a suspected ANC guerrilla who was arrested Saturday while allegedly carrying a limpet mine toward a police station at which Law and Order Minister Adriaan Vlok was preparing to preside over opening ceremonies.

Vanished in South Africa

Police Account of Black's 'Escape' Is Questioned

By Christopher S. Wren
New York Times Service

MAMELODI, South Africa — A gentle man wearing his best suit and the look of personal tragedy, Matome Bopape wondered on Sunday about the whereabouts of his eldest son, Stanza.

"I and his mother and our whole family believe we are not with him in this world," he confided. "We believe he has left this world, not in God's way but in the police's way."

Johannes Maisha Bopape, as his son was formally christened, had been active in the anti-apartheid movement of this poor black township outside the capital, Pretoria. He was detained by the police four and a half months

ago under South Africa's emergency declaration, which is still in effect. Two days later, he vanished.

The police say that Mr. Bopape, who would be 28 years old, escaped while being transferred at night to another prison.

Mr. Bopape's family and friends, among them a white member of Parliament, charge there are serious discrepancies in the official account and suspect that he died in police custody. But they admit they do not know what really happened, though the mystery has prompted some to draw parallels with the death in 1977 of Steve Biko, another black civil rights worker commemorated in the film "Cry Freedom."

Their questions were raised anew on Sunday at a memorial service in Mamelodi's brick YMCA hall.

How could Stanza Bopape, held in manacles and leg irons, have run away from three armed policemen?

Why did it take the police three weeks to notify his family of the disappearance?

And why did the authorities not bother to visit the family home to see if he had turned up?

"Normally, they come to your home looking for you before you have escaped," said Jan van Eck, an independent member of Parliament from Cape Town who has pressed without success for a formal inquiry.



A youth holding up a placard at a service for Stanza Bopape.

Stanza Bopape had been secretary of the Mamelodi Civic Association, a citizens' group created as a counterweight to the township's official government.

Mr. Bopape's father said he had told the minister of law and order, Adriaan Vlok, that he did not believe it. "I know a car," said Matome Bopape, who works as a clerk at an automotive factory. "When a tire is flat, it takes one person to change it."

On July 4, the South African police informed Mr. Bopape's lawyers and family that he had escaped on June 12 while the policemen escorting him to prison in Vereeniging had stopped to change a flat tire. They said Mr. Bopape reached over the front seat, picked the keys to his chains out of a policeman's jacket and ran off.

Moreover, friends said Sunday, the first place that searchers would have sought Stanza Bopape was in Mamelodi. "Contrary to usual police procedure, the police never came to look for Stanza at his family's home," Mr. van Eck said.

Instead, said the legislator, Mr. Coleman, the authorities waited three weeks before notifying the family of his disappearance.

The Department of Law and Order has explained that prompt notification would have jeopardized a police investigation into terrorist activities of the outlawed African National Congress, whose guerrillas have been blamed for some recent bombings in South Africa. It did not reveal how Mr. Bopape's case was related to that of the congress.



The city of Bluefields on the Nicaraguan Atlantic coast. An Interior Ministry official said "99.5 percent" of the city was destroyed.

50 Die as Typhoon Strikes Philippines

Compiled by Our Staff From Dispatches

MANILA — A typhoon struck the Philippines on Monday, killing about 50 people and leaving more than 47,000 homeless.

The winds have been measured at 100 mph (160 kph).

The typhoon, the 19th storm to affect the Philippines this year, battered the central and southern parts of the archipelago over the weekend.

It roared in from the ocean before dawn, brushed islands along the eastern coastal regions and prepared to strike the central Luzon plain just north of Manila.

Initial reports from the official Philippine News Agency, and from military, police and relief sources,

said that at least 49 people were killed in typhoon-related incidents.

U.S. officials told servicemen at Clark Air Base and Subic Bay Naval Base, in Central Luzon, to be on alert for the approaching storm.

A U.S. Navy spokesman said ships at Subic had been evacuated as a precaution.

Authorities suspended classes in metropolitan Manila and told the city's eight million residents to brace for the typhoon.

Heavy rains swelled rivers and spawned flash floods that washed out trees and crops and destroyed bridges and more than 1,000 houses in Misamis Oriental Province on southern Mindanao Island.

More than 20,000 people were reported homeless in Misamis Oriental alone.

The Philippine News Agency said floods and a small tornado in Misamis Oriental killed 15 people Sunday.

The Philippine Coast Guard said Sulpicio Lines lost contact with one of its passenger ships, the Marilyn, after it reported engine trouble while sailing through the typhoon's path. The Coast Guard said the ship carried 431 passengers and 60 crew members.

Hurricane Picks Up

The government of San Salvador declared a state of emergency and evacuated residents from coastal

areas in the path of a tropical storm that regained strength in the Pacific on Monday after killing 111 people as an Atlantic hurricane. The Associated Press reported.

In Nicaragua, the storm killed at least 50 people and left 300,000 homeless as it crossed the Central American isthmus. Its 125 mph winds weakening to tropical storm status along the way.

But the storm gained strength over the warm waters of the Pacific. Forecasters gave the hurricane, which had been designated Joan, the name Miriam, and said it could become the first Atlantic hurricane to gain the same status in the Pacific.

Political Storm?

The White House accused President Daniel Ortega Saavedra of Nicaragua on Monday of using the hurricane that devastated his country as a platform to make propaganda against U.S. support of Nicaraguan rebels. The Associated Press reported from Washington.

In Managua, Mr. Ortega replied when asked whether the United States should send aid. "The best humanitarian aid the United States could give us would be to stop its terrorist policies against Nicaragua."

Marlin Fitzwater, the chief White House spokesman, said no request for U.S. aid had been received from the Nicaraguan government and none was expected.

2 Mexican Policemen Arrested in N.Y.

New York Times Service

NEW YORK — Two Mexican police officials have been arrested in New York and charged with conspiring to import large shipments of Mexican heroin into the United States, the authorities said.

In conversations with undercover U.S. agents and New York policemen, the two Mexican commanders from the state of Guerrero, which includes Acapulco, bragged that they could ship tons of heroin across the border, the U.S. Drug Enforcement Ad-

ministration said Saturday night. The two were identified as Pedro Guillen, 39, and Margarita Villagrana, 42.

The Mexicans accepted \$15,000 as a down payment for shipments of at least 50 kilograms (110 pounds) of heroin to New York each month, the officials said.

The two Mexican policemen said that they had years of experience in transporting drugs from their area in Mexico and that they controlled drug shipments in the Guerrero region, said the special agent in

charge of the federal drug agency in New York, Robert M. Sturman.

The flow of drugs from Mexico into the United States has become a major irritant in relations between the two nations. The State Department said in 1986 that Mexico was "the largest single-country source of the heroin and marijuana imported into the United States."

In the past, Mexican drug traffickers and corrupt government officials who have worked with them have usually shipped drugs to areas west of the Mississippi, U.S. officials said.

Flood Kills Tourist on Crete

Reuters

ATHENS — At least one tourist died and five others were missing after being caught in a flash flood Monday in the Samaria gorge on Crete, the police said.

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Hostage Letter Doubted

Milan Police Cite Grammar Errors

By Clyde Haberman
New York Times Service
ROME - A senior police official in Milan said Monday that Italian investigators had questions about whether Achille Serra, a hostage in Lebanon, had actually written a letter carried by a Lebanese woman arrested last week.

The letter was among several photographs and documents involving American hostages that were discovered in a false-bottomed suitcase carried by the woman on a flight from Beirut to Milan.

The police official, Achille Serra, said a possibility that even if the signature on the letter is confirmed to be Mr. Serra's, the contents may have been written by someone else.

In Beirut, a Muslim extremist group holding two American hostages denied any links with the Lebanese woman, who was arrested in Milan after she was found to have counterfeited U.S. money and drugs as well as pictures of American hostages.

The Islamic Jihad organization, which has been holding Terry A. Anderson, a correspondent for The Associated Press, and Thomas Sutherland, a dean at the American University in Beirut, for almost three years, demanded that the Italian government "clarify its position and show the truth by publishing Anderson's photographs."



Achille Serra, chief of the Milan anti-terrorist police, holding a photograph of Terry Anderson, an American hostage, on Monday. It was among three found in the suitcase of a Lebanese woman.

PLO Urges Voters in Israel to Back 'The Peace Choice,' or Face War

By Alan Cowell
New York Times Service

CAIRO — The Palestine Liberation Organization took the step Monday of trying to influence the Israeli general election, urging Jews and Arab Israelis to vote for "the peace choice" or face the prospect of war.

The PLO appeal from its headquarters in Tunis seemed part of an Arab strategy to undermine Prime Minister Yitzhak Shamir by depicting a victory for his Likud bloc as a harbinger of conflict.

Israeli opinion surveys have shown voters equally divided between Mr. Shamir and Foreign Minister Shimon Peres.

A senior PLO official in Tunis, Khaled Hassan, said the organization had drawn up two appeals, one to Jewish voters and the other to Arab voters to participate in the Nov. 1 election.

"By favoring the forces which represent the real peace choice," the appeal to Jewish voters read, "Israelis can contribute to the success of this opportunity and to moving the whole Middle East toward new horizons."

The Israeli voter has a historic chance to help define the shape of his country, the statement continued. "On Nov. 1, he is not going to an ordinary poll. He is going to a poll on the shape of the future. Either he elects war or he elects peace."

The Arab strategy took shape last weekend at a surprise meeting in Aqaba, Jordan, between King Hussein, President Hosni Mubarak of Egypt and Yasser Arafat, the PLO chairman. A senior Egyptian official said the talks in the Red Sea port showed Israeli voters that "there is an Arab partner ready for negotiation."

Jordan and Egypt hailed the talks as a breakthrough in forging a bloc of moderate Arab opinion ready for peace. It remained unclear, however, how far the weekend meeting had overcome underlying hostilities between Jordan and the PLO.

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Israel Praises Meeting
An Israeli Foreign Ministry spokesman said Monday that the talks appeared to represent "an honest, real attempt on Egypt's initiative to promote the option of a Jordanian-Palestinian delegation to future peace negotiations."

Gulf: A Humbled Iran Seeks Peace With Its People
Iranian officials said Monday that they were prepared to accept a "realistic" cease-fire in the Persian Gulf region, a sign of a more pragmatic approach to the conflict.

Hostage Deal Reported
Moslem security sources in Beirut said Monday that at least four officials from the pro-Iranian Hezbollah group were in Tehran for talks on securing the release of some U.S. hostages in Lebanon.

BRADY: Asians Faulted on Trade
The U.S. merchandise trade deficit in 1988 is running at about \$138 billion annually, down from the record \$170 billion in 1987.

PHILIPPINES
A political storm brewed in the Philippines as the new administration grapples with economic and social challenges.

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INTERNATIONAL CLASSIFIED (Continued from Back Page) ESCORTS & GUIDES

ARTS / LEISURE

Fresh Sea Air From Lagerfeld At Chanel Show

By Suzy Menkes International Herald Tribune PARIS — Chanel was at the ocean, Bergdorf's team was "in heaven," and all was right with the fashion world.

Karl Lagerfeld showed Monday the collection everyone had been waiting for — one that defined the new A-line silhouette, using fluid and transparent fabrics. And he made it all look so wearable.



Lagerfeld's pleated culotte skirt, left, and white chiffon dress with ruffle-pleated gloves, for Chanel.

The breeze that Karl Lagerfeld has sent through Chanel's stuffy salon blew right back to Coco's starting point in Deauville. Wide pants under short matelot jackets, long pleated skirts and navy and white legs with a tang of the sea, all made for a fun summer collection.

At night, transparency was handled with great charm. White chiffon blouses, with ruffles spraying the short sleeves, had discreet double layers or underflips. Decorations included Chanel's camellia made into chiffon pompons.

Prints are not Karl Lagerfeld's strength, and one awkward note in the collection was a Chanel-goes-psychadelic pattern trimming suit lapels, and an equally hideous mosaic print globbed with sequins at night.

tops and with loose jackets, or even vests that bottomed low at the waist below a scoop neckline. The long skirts were almost all pleated and looked sporty worn with flat shoes and peppy sailor hats. Inés de la Fressange, Lagerfeld's model and muse who gets all the best lines, wore a standout suit of navy with double-breasted jacket and white piqué low-slung vest.

There was a lot new in the collection: the first Chanel swim suits, in navy and white spots with the signature buttons; some elegant short draped dresses and a pair of A-line dresses, flaring out to the knee — a line that we might have seen more of. Anyone-for-tennis culottes — short dresses in creamy pleated georgette — were fun.

The point of the collection was that everything moved well — including the models, who were full of funny smiles. Wide pants can look heavy. Lagerfeld's fluted out, the widest with pleats from the waist. An alternative was the slim jodhpur with buttons at the ankle that looked well with the elongated knits.



James Lees Hunt (2)

In fashion, male couturiers think of their mothers — and women designers of themselves. Sonia Rykiel also thought of children. Her show was upstaged by an adorable parade of kids, including her own granddaughters, Tatiana and Lola, wearing Rykiel sweats. The rest of the show was based, as always, on knit and jersey, with the newest line a flaring A-line tunic over wide pants, the top banded in color and decorated with dangling coins.

We have seen all too much of the bicentennial on the Paris runways at Balenciaga, who went ape on red, white and blue, and at Martine Sitbon, who got lost in history. The Revolution is a theme on which Paris fashion should bring down the guillotine.

Spanish Flair at Paris Art Fair

PARIS — The considerable vitality of Spanish art is currently making the 12 galleries of the Spanish contingent the focus of the 15th Foire Internationale d'Art Contemporain (FIAC), the international fair of contemporary art being held at the Grand Palais.

This year 133 galleries from 16 countries are taking part (67 French, 66 others). More than 80 of these are having one-man shows, although in some galleries this actually means a three- or even a four-person show.

Scorsese Gambles on Dostoyevsky

By Caryn James New York Times Service NEW YORK — As the crew of Martin Scorsese's new film heads off to lunch, Nestor Almendros stays behind on the set and says, "He reminds me of Truffaut a lot."



"This is another one of those things that I've wanted to do," says Scorsese, left, with Nick Nolte.

Almendros, the renowned cinematographer who worked on many of Francois Truffaut's films, had not even been asked any questions yet, but he knows an intriguing line when he drops one. So how is Martin Scorsese like Truffaut? "Their size, to begin with," he says, proving that you do not have to be tall to be a top-ranked director and that it probably helps if you encourage a sense of humor.

The film Scorsese and Almendros are shooting is, like the director, witty, serious and short. Still untitled, it is a 40-minute segment of "New York Stories," which will also include Manhattan tales directed by Woody Allen and Francis Ford Coppola, who have already filmed their sections.

Though Almendros finds that Scorsese, like Truffaut, is "a jolly person on the set," jolly seems too energetic a word to describe the Zen-like reserve that seemed to enclose the set on one recent day of shooting.

Scorsese has not slowed down since "The Last Temptation of Christ" was "thrown into the streets," as he put it, released ahead of schedule into the hands of waiting protesters. No wonder the current set feels like the calm after the storm; this time he is only tinkering with Dostoyevsky.

"This is another one of those things that I've wanted to do for a long time, since I read 'The Gambler' in 1968," Scorsese said.

His modern romance is composed of shards from "The Gambler," from Dostoyevsky's life and from the diary of the author's onetime mistress and protégé, a young writer named Apollinaria Suslova. In 1863, Dostoyevsky joined his mistress on a holiday in Paris only to be told that she loved another man. Dostoyevsky agreed to travel with Suslova as a platonic friend — a plan guaranteed to produce misery.

In the most famous of Suslova's diary entries, Dostoyevsky comes to her room at night. She asks him to sit close to her; he asks him to kiss her feet; she sends him away. When he was not torturing himself with such proximity to Suslova, Dostoyevsky gambled compulsively. But three years later, the break with Suslova was complete and he dictated "The Gambler," to his future wife in 26 days to meet a publisher's deadline. He poured into it all the leftover energy from the affair.

Scorsese took that story about the tangle of love, pain and art to Richard Price, the novelist and screenwriter with whom he collaborated on "The Color of Money." Price kept the love triangle but turned the Dostoyevsky figure into a middle-aged painter named Lionel who lives with his former lover, a young painter named Paulette.

looks as disheveled as the room. In the next room, a wall mirror framed by plastic eyeballs defines the kitschy décor of the studio where Paulette, played by Rosanna Arquette, competes with her mentor and onetime lover, Lionel, Price says, "can't work unless he's miserably in love." By the end of the film he is so miserable that he has his own gallery show. As Scorsese describes it, the story of this relationship "begins at the end and goes to the very end," and asks about Lionel: "How much of his work is a refuge from pain? How much is pain a condition of his work?"

Sitting in a director's chair in front of that eyeball mirror, Scorsese chats while waiting for the lighting to be set up. "I grew up right around the corner, on Elizabeth Street," Scorsese says. "When he was 9, my father delivered vests from a company right across the street."

As it happens, his father, Charlie Scorsese, is in the next room. He will appear as an extra in a big party scene the next day. Barbara De Fina, Scorsese's producer, is also his wife.

Changing the characters from writers to painters lets the film present their work visually and use the New York art world as the setting. In this Manhattan update, the womanizing student whom Suslova loved is a performance artist. A Dear John letter that Suslova sent to Dostoyevsky is now a Dear John message that Paulette leaves on Lionel's answering machine.

A glance at the set reveals how far the film has come from its 19th-century Russian roots. An East Village warehouse has become an artist's loft. Nick Nolte, as Lionel,

who appeared in "Hannah and Her Sisters." The small-scale, Manhattan-based filmmaking that is Woody Allen's trademark seems to have become the norm for "New York Stories."

When the lighting is set and shooting begins, Scorsese and Almendros watch a monitor. It is obvious that, however huge his themes, much of this film will depend on the loaded gestures and sly glances that reveal relationships.

Nolte shakily pours cups of coffee, gives one to the young man Paulette picked up the night before — a man with a ponytail, leather pants and a perfect body — and growls out the ultimate insult: "Are you a graffiti artist?" He then blasts some music, shuffles off to his canvas and begins painting in a supreme act of one-upmanship.

Through several takes, the changes are minute. Should the music be cued a second or so sooner? Now and then Scorsese talks to Jesse Borrego, the younger actor, who will eventually glare at Lionel with slow-burning hostility.

After lunch, Nolte practices brushstrokes in front of an oversized painting, which, like all Lionel's work, was done by Chuck Connelly, a New York artist. This one is totally abstract, which allows Nolte to swipe at the canvas without worrying much about where the pain lands. In just a few shots, Scorsese finds the look he wants; Nolte turns from his canvas and smiles, as if to say, "Take that!"

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DUTY FREE

Creating a Niche in the New Border-Free Market

A year ago the industry was gloomily contemplating the impending abolition of duty free within the European Community. Today, by way of contrast, it seems to have come to terms with the inevitable and is taking positive steps toward exploiting the potential of a unified Europe.

"Only 50 months to go and counting," exclaimed a recent headline in one of the duty free journals, capturing the industry's current attitude toward what will, after all, become one of the world's greatest markets.

One liquor company that symbolizes the positive approach to 1992 is United Distillers Group, a division of Guinness. Their duty

Travelers leaving the EC account for most EC sales

free marketing director, Philip Robinson, acknowledges that duty free is a substantial part of their business and that some of it will be lost. To compensate for this they are actively building up their Asia/Pacific business. In addition, they believe that, with a little encouragement, EC residents will continue to shop in airports. "We will be introducing a host of new packaging and product presentations designed to appeal to business travelers and tourists," commented Mr. Robinson, adding: "We will maintain and develop our EC duty free business by continually seeking what the traveler requires and providing it."

Another equally enthusiastic advocate of change is the giant British American Tobacco. Its European Affairs Counselor, Bill Hill, says: "The company sees nothing but benefits to be derived from the EC and we are intent on developing our sales to travelers in parallel with the indigenous sales within the community."

Liquor companies attribute \$246-

\$400 million of their profits to duty free, while the trade earns the tobacco industry some \$165 million. As over 50 percent of their sales within the EC is attributable to non-European-destination passengers, these staples of the duty free business are relatively well-cushioned against the effects of European integration.

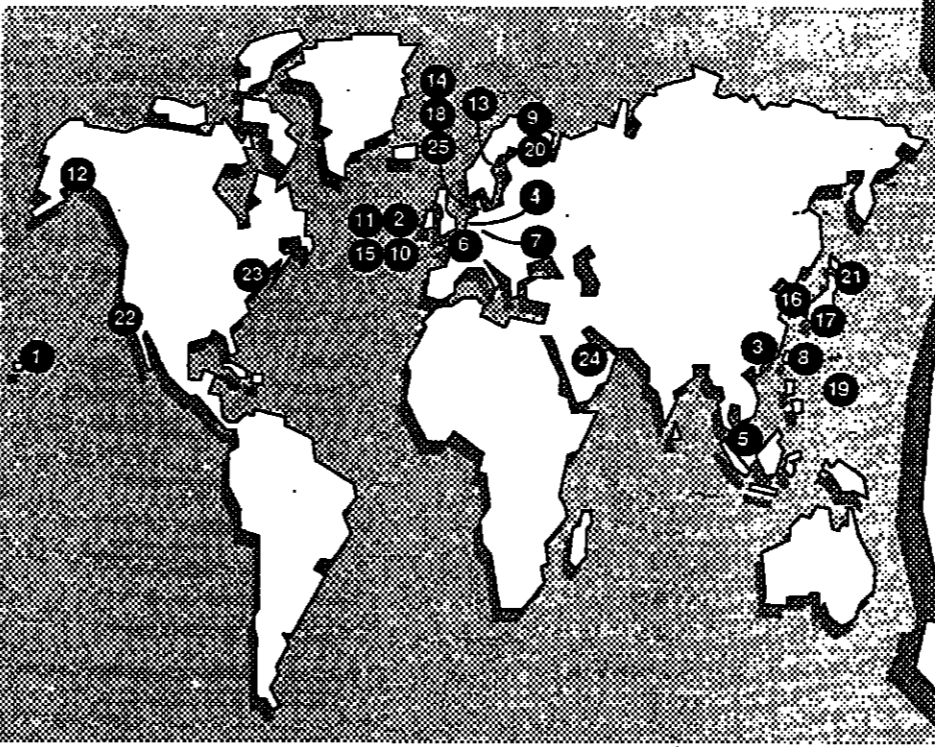
The effects of the integrated market on travel facilities may be less simple to offset. Stena Line, one of Sweden's leading Baltic ferry operators, depends on duty and tax free sales for one third of its revenue. Britain's Bristol regional airport derives \$1.75 million of its profit from sales to EC traffic, and the huge British Airports Authority estimates they account for 50 percent of its \$150 million duty free revenues. Jim Hannah, a director of the Sealink cross-Channel ferry line, which has the highest duty free sales of any ferry operator in the world, has pointed out: "A quarter of our annual \$500 million turnover is derived from duty free sales."

Research by the United Kingdom's Duty Free Confederation has unearthed further powerful arguments in support of the industry. Ferries, for instance, earn \$270 million from duty free sales and these profits, in turn, translate into cost savings of up to 24 percent for the traveler. Similarly, on charter flights, duty free sales worth \$100 million help reduce fares by 20 percent.

The confederation claims that dismantling the industry would cost over 2,000 jobs in the short term

Continued on Page IV

Top 25 Duty-Free Outlets



Source: Generation Publications

world ranking	location	total sales (\$ million)	sales per passenger (\$)
1	Honolulu airport	375	168.26
2	London Heathrow airport	202	14.06
3	Hong Kong airport	180	30.58
4	Amsterdam airport	152	23.00
5	Singapore airport	140	13.94
6	Paris Charles de Gaulle airport	132	21.76
7	Frankfurt airport	131	16.59
8	Taipei airport	115	57.50
9	Finland Viking Line	105	29.64
10	London Gatwick airport	104	11.44
11	UK Sealink all routes	101	8.22
12	Anchorage airport	101	112.44
13	Sweden Stena Line all routes	98	24.21
14	Denmark DSB Ferries all routes	86	7.55
15	UK P&O ferries	83	9.63
16	Seoul airport	81	29.38
17	Osaka airport	80	30.77
18	Copenhagen airport	75	20.86
19	Gum Island airport	75	182.93
20	Finland Silja Line	72	34.61
21	Tokyo airport	72	16.83
22	Los Angeles Intl. airport	65	20.16
23	New York JFK airport	55	7.33
24	Dubai airport UAE	53	13.18
25	Denmark Sterling Airways	53	30.88

Delegates Meet for Major Conference at Cannes

Over 4,000 delegates and 467 companies will be attending the conferences and exhibition stands at the giant Palais des Festivals et des Congrès in Cannes this week.

A professional exhibition management team in Paris has helped deal with the thousands of day to day tasks this will involve, but it was the representatives of the trade who did most of the planning and administration. At the welcoming cocktail party in the Palm Beach Casino, they earned a round of appreciative applause before joining the delegates outside for a spectacular fireworks display above the bay.

The opening conference, organized by Duty Free News Interna-

Organized "by the trade for the trade" is the motto of the Tax Free World Exhibition, and this year's event, larger than ever, marks the culmination of a year's work by a team of dedicated executives drawn from the industry's leading international companies.

tional, focused on key trends in the duty free and tax free business. Hot topics included customer service, the spectacular increase in premium good sales and equally phenomenal growth of the gift sector.

Because the organizers try to reflect the changing nature of the world's duty free trade, there has been an increase among exhibitors

of quality goods this year. Companies such as Wedgwood/Waterford, Mont Blanc, Comtesse are showing their porcelain and china, glass, writing instruments and fine leather goods. Previous exhibitors, such as Irish Distillers, have returned. New products such as a fragrance from Benetton and a range of fashion goods from Next will be prominent.

These companies reason that, if they are to display their fine product in the world's duty free shops, then they must first show them to the trade. Where better to do that than at the world's top show?

On Thursday evening the gala dinner will bring all the delegates together to compare notes and to be entertained by a major international star. It is also the occasion on which the industry rewards its high flyers with its own "oscar." Now in their fifth year, the "Frontier Marketing Awards" are presented by the leading industry journal in recognition of excellence at all levels in the world market.

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DUTY FREE



The scenic Laphroaig malt whiskey distillery on Islay, a remote island in Scotland.

Two Leading Distillers Merge

In early 1988 two well-known names in the spirits business joined together. The result was a new company that is making its presence felt in duty free. Under the banner of James Burrough Distillers, parent company, brewers Whitebread merged Long John International with James Burrough.

Three key brands are receiving the main thrust of this new company's dynamism. They are Beefeater Gin, Laphroaig Islay Malt Whiskey and Gordon Graham's Black Bottle

Scotch Whiskey. Already significant steps have been taken to make these brand leaders in duty free markets, especially in Europe.

Laphroaig is generally acknowledged to be the Islay malt whiskey. Look out for the new engraved decanter in fine crystal with its companion bottle of Laphroaig 15 year old.

Black Bottle is introducing a new 15 year old whiskey and a new presentation of the 12 year old earthen-

ware crock package, a fine gift and collector's item.

Beefeater Gin continues to justify its attractiveness to the American consumer and is selling strongly in the United Kingdom and Europe as well as other international markets.

Glenlivet Malt 10 year old whiskey has also been packaged more attractively and is well worth looking out for in duty free shops.

Above all, James Burrough Distillers is making sure that the duty free shopper gets value for money.

Gin Fare

What do England, Scotland and Wales have in common? The answer is that they are all contributors to one of the world's most fragrant, full-flavored spirits — Bombay Gin. This stalwart of the British empire is distilled in Cheshire in England's Northwest, using water from Wales and grain from Scotland. Add to this the essentials of juniper and some eight different botanicals and the result is a gin to delight the nose and the palate. Unusually, the distillers of Bombay place the botanicals in a copper basket through which the vapor is passed during distillation, rather than putting them into the general mix. The result is a distinctively different gin which is a popular seller in duty free shops everywhere.

Now a superlative sister product has been added. Bombay Sapphire, a London dry gin of 94 proof, has more botanicals than regular Bombay gin to give even more fragrance and smoothness. The distinctive ice blue bottle is already a hit in the US and growing fast in Canada, Australia and parts of Europe. It may soon be introduced into duty free shops but on a selective basis. If you are a gin drinker Bombay Sapphire is well worth the search.

Designer Eyewear



A new exhibitor at this year's Tax Free World Exhibition, Optyl of Germany, is the world's largest producer of designer sunglasses and specialist frames.

Duty free sales are only a small part of their export activity, which already covers the United States, Japan, the Far East, France and Italy. But this progressive company is convinced that duty free plays a vital part in establishing brand awareness.

The brand name is synonymous with the light, scratch-resistant material the company originally used to develop its creative frames. Today they are also manufactured in metal and titanium. And trend-setting labels like Dior, Dunhill, Playboy, Paloma Picasso, Carrera Porsche and high-tech Boeing Carrera have helped make Optyl a name to remember.

A Connoisseur's Cognac

Among the world's leading cognac houses, Camus stands unique in having built the foundation of its business in the duty free market. Here its premium cognacs, notably Camus Napoleon, have made the company market leader in turnover. Now Camus is rapidly entering local markets around the world.

Europe leads this expansion from the duty free bridgehead with Italy and Austria well established, followed rapidly in 1987 by Norway, Denmark and Germany. Around January 1989 Spain and Holland will follow.

The traveling cognac connoisseur no longer has to hunt quite so hard for this king of cognacs in America or Russia. In the United States, developments are already underway in

the Canadian and Mexican border shops, in the shops on the cruise liners and in the local markets of America and Mexico. Camus cognacs, at the top end of their range, are also selling well in Moscow's new duty free shops. Much of this success stems from the long and productive trading relationship that Camus has historically enjoyed with the USSR.

Along with dynamic expansion, the packaging of the whole range has been improved. Led by the tall, elegantly fluted, clear glass bottle of Camus XO, the top-of-the-range Camus Extra followed. Now Napoleon cognac has received the same treatment. Its green/black opaque bottle has been so distinctive that the green tint was retained in the

new, more popular clear glass. The tall, elegant bottle will be shown for the first time at the Tax Free World Exhibition in Cannes this week. It will be in the duty free shops in early 1989 in both 70 cl. and 100 cl. sizes. The same attractive bottle shape, modeled on an old bottle found in the Camus' cellars, will also be used for Grand VSOP and Celebration brands during 1989.

For the gift presentation market, Camus has just introduced three new crystal decanter bottles made in Baccarat glass. The Camus Tradition Baccarat decanter is fluted in hand-carved crystal. Custom designed for Camus, it holds 70 cl. of Extra Vieille Reserve, a blend created 120 years ago by founder Jean Baptiste Camus. The decanter is



based on an 18th century French design and is a collectors' piece. The Camus Jubilee decanter holds 70 cl.

of a blend of cognac created in 1913 to celebrate the 50th anniversary of the founding of the House of Camus. It was launched in 1988 to mark its 125th anniversary. Also in hand-cut Baccarat crystal is the Camus Marquise with 70 cl. of cognac created more than a century ago.

Ever-popular gift presentations from Camus are the porcelain books and mini-barrels in Limoges porcelain. Two new books have been introduced, one in black holding 70 cl. and the other, an ultraminiature holding just 5 cl. There are also five new mini-barrels in shades of white, gold, green and blue.

Finally, there is Chabot armagnac from Camus. Noteworthy is the top of the line presentation in black and gold Limoges porcelain as an octagonal-sided decanter and its sister in clear, fluted glass.

Join the Club

With over 38,000 active members, the Duty Free Club has added new brands to its portfolio and new items to its extensive range of gifts. Royal Stewart, a distinctively packaged 12-year-old whiskey, brings the total of participating brands to 27.

International Herald Tribune readers are offered a head start of 40 points if they join now. Simply purchase any one of the Club brands from any duty free shop and send your receipt and business card to:

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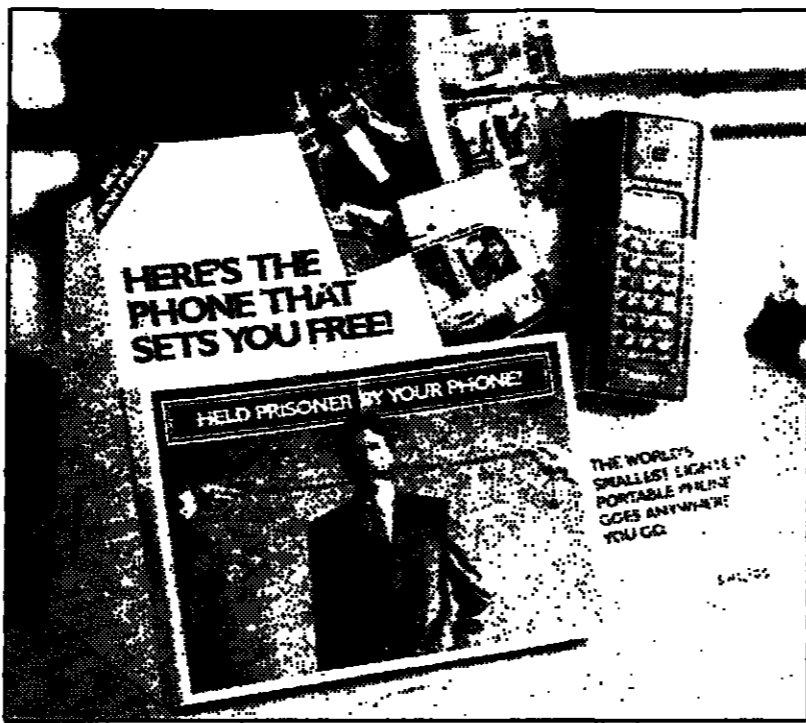
Timesaving New Cellular Telephone

Business men and women make some 600 million trips a year at a cost of some \$300 billion. Each day more than \$790 million is spent worldwide on business travel. This is an average of \$500 per trip even before the cost of executive working and travel time is added.

No wonder the modern business obsession is effective time management. "The need for companies to get the maximum value out of the traveling executive's time represents a bonanza for office equipment manufacturers and dealers; 7 percent of the rise on our Pocket Memo sales is directly attributable to travel," says Roger Holmes, United Kingdom marketing manager with Philips Dictation Systems.

One of the most obvious solutions to flexibility of communication is the cellular phone. Philips Radio Communications Systems (RCS) introduced the world's smallest and lightest such phone this year. It is fully self-contained with transmitter and battery in a single unit yet weighs only 480 grams, nearly one third lighter than its nearest competitor.

It can be used both as a cordless portable phone or as a car phone and adaptations to other systems are to follow. Battery life allows up to 45 minutes of continuous conversation and it is possible to replace the battery in mid-call without in-



terruption. Among its many features are automatic redial, display of length of call and cost, transmission of data as well as voice and a 99 number memory.

Paperwork occupies an estimated 22 billion European man hours a year. That's an average of 24 percent of an office executive's time despite today's wide availability of electronic communication in its multiplicity of forms.

Philips Pocket Memos provide the ideal way to draft letters and texts on the move. They act as a portable electronic notebook, with single-handed operation by a four position record/playback and tape transporter switch. An electronic index system sets a signal at the start and end of each message and the unique Philips Visual Index System, inscribed on the Mini-Cassette parallel to the time scale, indicates the duration of each message, the end of each document and special instructions. An added bonus is a "conference" switch that permits the recording of voices within a fifteen-foot (five meter) radius using the existing microphone.

Philips Mini-Cassettes, available in both 60 and 30 minute lengths, give high quality reproduction and are best suited to the Philips line of transcription systems. These range from a desk-top unit with foot pedal operation to the Multifunctional Systems which combine both dictation and transcription in one unit and can also be used to record telephone conversations.

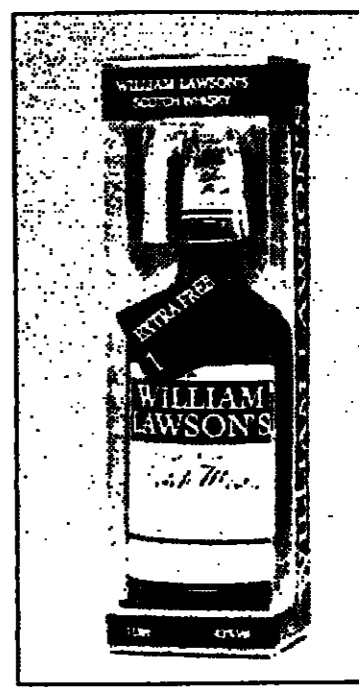
For the traveling executive the Remote Controlled Dictation System is a boon when crossing time zones. It provides a remote controlled full feature dictation service at all times of day or night, operated by the telephone. Special dialing codes instruct all the vital functions and the machine holds 24 cassettes, which allows for six to twelve hours of dictation complete with an electronic or visual index system.

Today's Taste in Whiskey

Steeped in the history and mysteries of Scotland's national drink is William Lawson's, named after the man who began his career in Dundee as a whiskey merchant in 1849 but expanded into blending in 1860. Today more than 8 million bottles of William Lawson's whiskeys are sold worldwide every year. Main markets where it can be found are France, Spain, Italy, Holland and Britain but Latin America is developing a taste for this fine product.

These markets have been developed with the traditional blend but knowledgeable consumers are increasingly choosing William Lawson's 12 year old. The growing popularity of single malts has also increased sales of Glen Deveron, particularly among duty free shoppers. A twenty-five-year association with the giant Marini & Rossi group ensures that William Lawson's whiskeys are marketed and distributed widely and efficiently and that their promotion is among the most effective in the industry.

These fine, smooth whiskeys come from William Lawson's own distillery in Banff on the east coast of Scotland. The Mac-



Duff distillery in the Spey Valley in the Scottish highlands uses the water of the nearby Deveron river to produce the basic malt whiskey used in the finest of blends and also in the pure malt Glen Deveron.

Buying a Car Tax Free

Three groups of people can buy cars duty free: diplomats, military personnel and international travelers.



Volvo's new factory delivery center in Torstrand, Sweden.

All are temporarily away from their home country and are staying away long enough to be exempt from paying tax and duty. More multinational companies are posting personnel abroad and more people are traveling globally, so this

area of duty and tax free trade is growing.

Each country has different qualifications and while a particular dealer may offer advice, it is best to check with your embassy as to whether you qualify for duty free

buying and under what terms. For instance, American tourists on vacation can pick up their car on their arrival and use it to tour around.

However, a two-month delay and a 25-percent deposit can be expected for a particular model or a custom-made product. Hence, the need to order in advance for pickup on arrival in Europe. An export plate

Test drive the car on tour and then ship it back home

issued in one country allows for unhindered travel through almost all of the Continent. Insurance covering the vacation period, usually in the form of an international green card, offers total coverage.

This degree of buying freedom is open to very few other nationalities. African and Middle Eastern countries, for example, have very complicated and diverse regulations on shipping.

Diplomats are among the major beneficiaries of tax and duty free shopping. Some of the catalogs issued by specialist suppliers to the diplomatic corps are as thick as those of the largest mail-order companies. Cars are no exception, nor are yachts or power boats. The trade

is well organized for the smoothest of transactions.

Military personnel will also find a surprisingly large number of car showrooms near all major armed forces bases abroad. Each represents one of the world's leading brands and all offer an extensive selection and service.

While the business is worldwide it is most developed in Europe. How will the advent of 1992 affect this booming tax free trade? In the view of Bengt-Ivor Pagrotsky, marketing support manager for Volvo Tourist and Diplomatic Sales AB, "the military and diplomatic communities will not be affected by these changes. Neither will two other large buying nationalities, the Americans and Japanese, nor other non-EC residents."

A Newcomer at Cannes

Comtesse quality has led to booming duty free sales in the Asia/Pacific region. Australia's fast-growing tourist trade has boosted sales there. Now the company is developing its European duty free trade and has, for the first time, taken a stand at the Tax Free World Exhibition.

Exclusive design and an expert eye for the finest skins and fabrics have made Comtesse a byword for fine leather goods. Their calf skin, for instance, is chosen from Southern Germany where perfect conditions and lush meadows guarantee

top quality raw material. Other distinctive product lines with individual, natural patterning are made from ostrich and crocodile skin.

But pride of place in this German manufacturer's range of quality goods and fashion accessories is reserved for their horsehair collection. This distinctive material is semi-woven to give it a uniform texture and extraordinarily brilliant sheen. A range of handbags and associated products is offered in nine classical colors. Sporty but functional, their styling is a delight and unique in the world of luxury goods.



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DUTY FREE

New Middle East Outlets Are Setting Sales Records

This year has seen a major extension of facilities at Abu Dhabi, new shops in Dubai, restructuring of the complex in Bahrain, and a totally new parade of shopping outlets in Sharjah. Not strictly part of the Arab world (although Islamic) is the surprisingly well-stocked new duty free shop (DFS) in the Maldives, the Indian Ocean island group about two and a half hours flying time southwest of Sri Lanka.

Dubai is setting new sales records

Traditional Arab tent over newest open design complex

and Colm McLoughlin, general manager, estimates that total sales turnover by the end of the year will have increased by more than 30 percent to \$66 million. "This will undoubtedly place us in the top 20 duty free shops in the world in terms of sales revenue," says Mr. McLoughlin.

One of the most attractive new features of Dubai's shopping complex is the new perfume shop which was opened earlier this year. It has tripled in size and sales have risen from 9 to 11.5 percent. With its pink marbled floors, matching display counters and concealed lighting, it sets new standards in design and

The tax free shopping industry in the Middle East has been flourishing since Dubai International Airport opened its shopping complex five years ago. Now, with the prospects of a lasting settlement of the Iran-Iraq war and new air services in the region, many airports are preparing for an upswing in duty free shopping.

product presentation hard to find anywhere else.

Dubai, which has won several major honors since its opening, has just been nominated runner-up as the best duty free shop in the world by the readers of *Business Traveller*. "We are very pleased about this," says Mr. McLoughlin, "because it is not an industry award but a response from the readers of a leading travel magazine."

Another previous award-winner is neighboring Abu Dhabi, now among the fastest growing DFS complexes in the Gulf. By the end of the year it will have 19 shopping outlets, with three new shops selling cosmetics, cassettes and compact disks as well as locally made souvenirs. According to Mohammed Mounib, operations manager, there has been such a surge in sales of souvenirs from Abu Dhabi that it

was decided to have a special shop devoted to local gifts.

Last winter (1987/88) saw major developments boosting the tourist industry in both Dubai and Abu Dhabi as well as some other parts of the Gulf. It is estimated that around 60,000 tourists visited the United Arab Emirates alone — almost all from Europe. UAE hoteliers and European tour operators, particularly those in the German-speaking countries of Europe, are expecting the trend to continue in the coming winter season.

Next year's expansion plans of the Abu Dhabi DFS include three shopping outlets that will offer children's toys and garments, ladies' fashion accessories, and leatherwear and sportswear. Says Mr. Mounib: "We cater to a very cosmopolitan clientele. Therefore, we believe in offering the widest choice of items.

There should be something for everyone."

Since the completion of the Abu Dhabi shop in 1984, sales turnover in the retail outlets has risen by 422 percent. Turnover by the end of this year is expected to be over Dh 100 million (US \$27 million). The average purchase per passenger has risen from \$10 in 1987 to \$13 this year. "Next month (December) we are going to open a cosmetics shop because we want to be able to give our customers the kind of service which they have come to expect," adds Mr. Mounib, who has been operations manager since the inception of the DFS complex.

With more than 2,500 square meters (around 3,000 square yards) of space, the complex is arranged in an easily accessible circular layout around the inside of the satellite-shaped airport terminal building. Special attention has been given to the needs of transit passengers, which has led to the introduction of an "open-plan" layout for the shops. All items are displayed in an easy-to-locate manner.

The most recent new complex in this open style is the DFS at Sharjah International Airport, another member of the UAE. The 1,200-square-meter (around 1,400 square yards) shopping outlets occupy just



Dubai Duty Free and Mr. Colm McLoughlin.

over half the available space. The area is covered with a modern version of a traditional Arab tent.

One of the most surprising of all duty free shops that have opened this year is in the Maldives, on the atoll adjacent to the airport. Although the growing international airport has its own tiny DFS, the main tax free shopping facility is now housed in a four-story building in the island's capital city, Male. "Spend a while, shop in style," is

the slogan adopted by the operators, Sales International (United Kingdom), who have spent more than \$1 million on the new shops, which are in traditional store layout. Sales are expected to average \$50,000 a day. Its range of stock items closely follows those of the major outlets in the UAE. Emirates airline, from Dubai, flies regularly to the island and is one of its main communication links.

Michael Frenchman

Creating a Niche in the New Border-Free Market

Continued from Page 1

and place 11,500 others in jeopardy. It also adds that, for airport operators, duty free revenues have lowered landing charges by 5-11 percent and helped underwrite major capital investments.

It is now clear that the framework of a single European market will be in place by December 1992 and, for better or worse, these changes will mark the beginning of the end for the international traveler's most popular perks. But the process is bound to take time, and the European industry is mounting a major campaign to protect its \$1.9 billion business.

Over and above those organizations that represent particular industries

such as tobacco or liquor, each country has now established its own association representing all facets of the trade. These in turn have now come together to form a Europe-wide organization, the International Duty Free Confederation (IDFC), with a secretariat based strategically in Brussels. This is also open to the six member states of EFTA.

Another influential advocate in Brussels is the International Civil Airports Association (ICAA) European Community Bureau. Director Philippe Hamon, whose past experience as Commercial Director of British Airports Authority has made him one of Europe's leading exponents of duty free benefits, sees the possibility of continuing the trade in the form of an alloca-

tion for EC residents. Failing this, or some other compensatory system, the only other alternative is to increase the fees charged to both airlines and passengers.

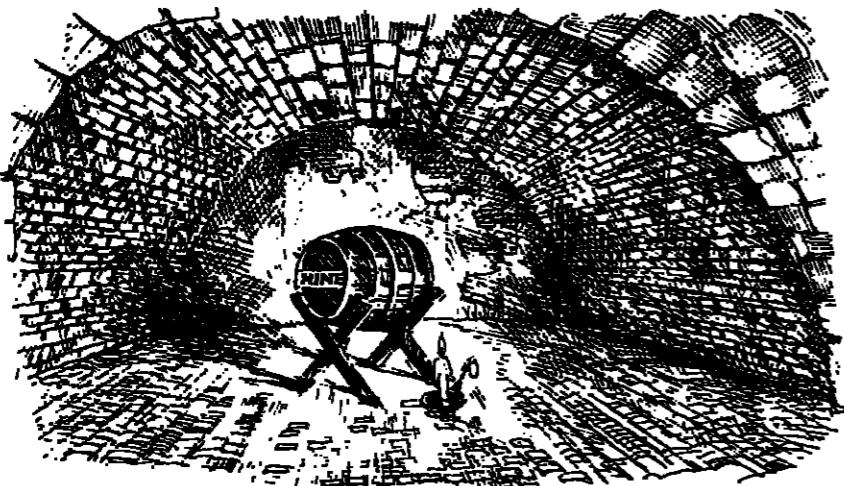
Structurally and administratively, airport shopping centers could be adapted to cope with EC citizens who are eligible for tax or duty benefit, those traveling outside the EC who are eligible for benefit and the non-European citizens who

will continue to enjoy tax and duty free benefits. To date, no guidelines have been given by the EC Commission in Brussels but Mr. Hamon reports that constructive discussions are well advanced.

These organizations are active lobbyists in the defense and perpetuation of some form of duty and tax free shopping. The main thrust of their approach to the EC is that the equalizing of tariffs and abolition of interstate

borders will take some time to achieve. They argue that duty and tax free shopping should remain available until the last customs officer has left the last customs post.

This Advertising Section was written by Peter R. Wenban & Associates, London-based specialists in world duty free marketing.



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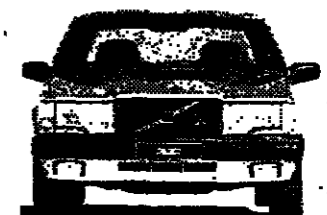
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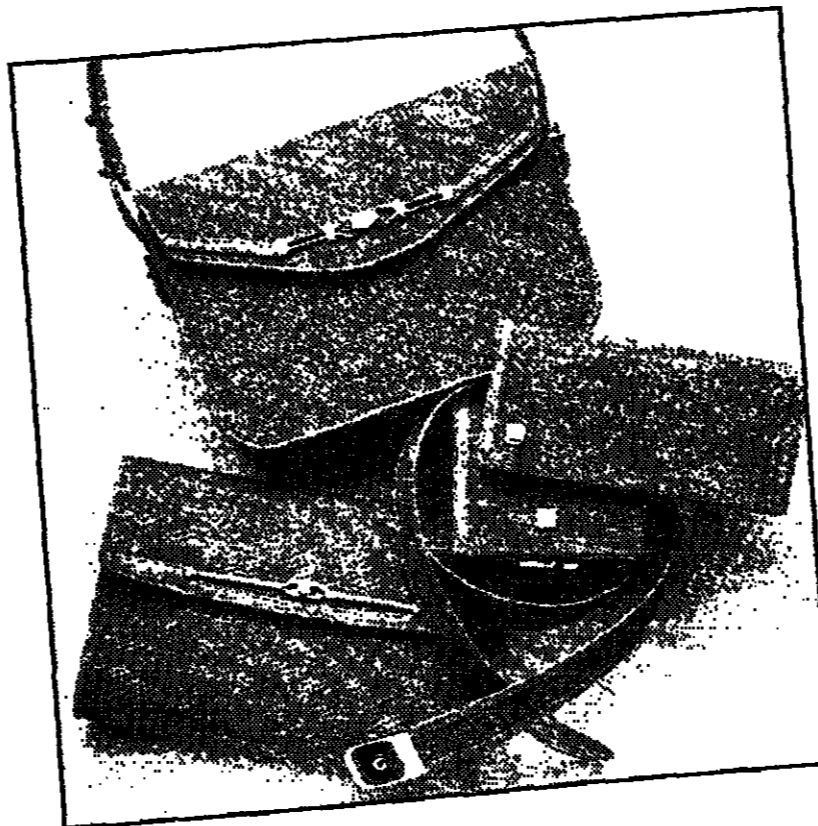


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INTERNATIONAL STOCK MARKETS

Foreign Optimism Fuels Rally on Milan's Bourse

By DANIEL LIEFGREEN
MILAN — Foreign investors are the driving force of a strong rally on the Milan Bourse. They are attracted by Italy's robust economy, political stability and signs of efforts to trim the country's huge public debt, market analysts say.

The Milan Bourse Index surged to a 1988 high last week of 1,226, up 4 percent for the week. The index has gained 22 percent since January. It closed Monday at 1,222, unchanged.

"There is a stronger element of longer-term money coming into the market," said Roberto Morelli, an analyst at County NatWest in London. "Many foreign investors are not acting like short-term traders. They want to get a core position in the market, not just make a quick buck."

The Italian Parliament's move on Oct. 13 to curb use of the secret ballot, which has been blamed for stalling budget-cutting measures, particularly heartened foreign investors and triggered a buying wave, analysts said.

Daily bourse volume since then has been averaging 300 billion lire (\$225 million), more than triple this year's average volume. The market hit a 1988 volume high of 410 billion lire on Oct. 18. Brokers estimate that foreign investors have been accounting for about one-third of turnover.

Investors from abroad also fueled two other market rallies this year, in March and August, when the main attraction was cheap prices. "The difference now is we're seeing longer-term investment," Mr. Morelli said.

On Friday, the government said Italy posted a trade surplus in July, after a June deficit, as exports showed strong growth. And figures released on the weekend showed that the unemployment rate fell to 11.7 percent in July from 11.9 percent in April.

"The Italian economy has taken advantage of weak oil prices and the falling dollar," said Alessandro Valeri, foreign investment director at Sigeco SpA in Milan. "When foreigners are driving the rally, the economic picture is very important."

THE BANK of Italy's governor, Carlo Ciampi, said recently that management of the country's huge public debt should be easier in 1989 than this year since no major loans are due for repayment and there should be the opportunity to relax interest rates or lengthen debt maturity.

But Lin Moran, who follows the Italian market for James Capel & Co. in London, cautioned, "The market needs to have hard evidence." "The trouble with the Italian market is that it's not really a bargain now," Ms. Moran added.

Italian mutual funds, with more than 50 trillion lire currently under management, helped ignite the bourse's 18-month bull run in 1985-86. Brokers say they expect mutual fund redemptions to slow this month because of the market's strong performance.

Maytag To Buy A Rival

Chicago Pacific In \$1 Billion Deal

NEWTON, Iowa — Maytag Corp. said Monday it had reached agreement with directors of Chicago Pacific Corp. to acquire the maker of Hoover appliances in a transaction worth about \$1 billion.

The agreement, if approved by both companies' stockholders, would boost Maytag's profile in the international home appliance industry by giving it control of Hoover floor-care products. Maytag makes no floor-care products.

Chicago Pacific stock rose sharply. Its shares gained \$13.125 to close at \$56.50 on the New York Stock Exchange, while Maytag was off \$2.75 at \$37.75.

The announcement continues a trend toward consolidation in the international white-goods industry and comes as the U.S. appliances market has been sagging.

Two months ago, Whirlpool Corp. announced that it would acquire a 53 percent stake in the appliance division of NV Philips of the Netherlands for \$470 million.

The acquisition of Chicago Pacific may even have been intended by Maytag to help it avoid being acquired by Electrolux AB of Sweden, New York arbitrageurs said.

Such an acquisition, they said, has been rumored for a month. Electrolux would now have to act quickly, the arbitrageurs noted.

Maytag said that each remaining share of Chicago Pacific common would be converted into Maytag common at a ratio yet to be set.

The cash and stock together are valued at about \$1 billion, Maytag said. The combined sales of the companies will exceed \$3.0 billion.

The merger would make Maytag large enough to thwart a takeover. Maytag, which is based in Newton, Iowa, is involved mainly in home appliances and vending equipment. Its appliance brands include Admiral, Hardwick, Maytag, Magic Chef and Norge.

Maytag officials noted that Hoover, in addition to its floor-care products, operates 13 production facilities in eight countries that make and distribute washers, dryers, refrigerators, dishwashers and microwave ovens. Chicago Pacific also makes home furniture.

Is Bennett LeBow His Own Man?

N.Y. Investor Denies Being Drexel 'Pawn'

By Barnaby J. Feder
NEW YORK — Bennett S. LeBow contends that the only thing on earth that infuriates him is getting caught in New York City traffic.

But the 50-year-old investor was clearly irritated not long ago when he was asked about reports that executives at American Brands Inc. — his latest acquisition target — have been calling him a "pawn" of Drexel Burnham Lambert Inc., the investment bank that was charged with securities violations last month by the Securities and Exchange Commission.

"They do not control me in any way, shape or form," Mr. LeBow said emphatically, as he discussed his extensive contact with Drexel, which acted as fund-raiser, adviser and investor for Brooke Partners LP, the investment partnership Mr. LeBow is using to push for the American Brands merger.

(A spokesman says Mr. LeBow was not questioned by the SEC regarding the charges against Drexel.) It is not clear how seriously anyone takes American Brands' charges.

Last summer, Mr. LeBow proposed that Liggett Group Inc., the Durham, North Carolina, cigarette company he acquired in 1986, either buy the tobacco subsidiary of American Brands, or be acquired by it — the so-called "Pao-Man" ploy.

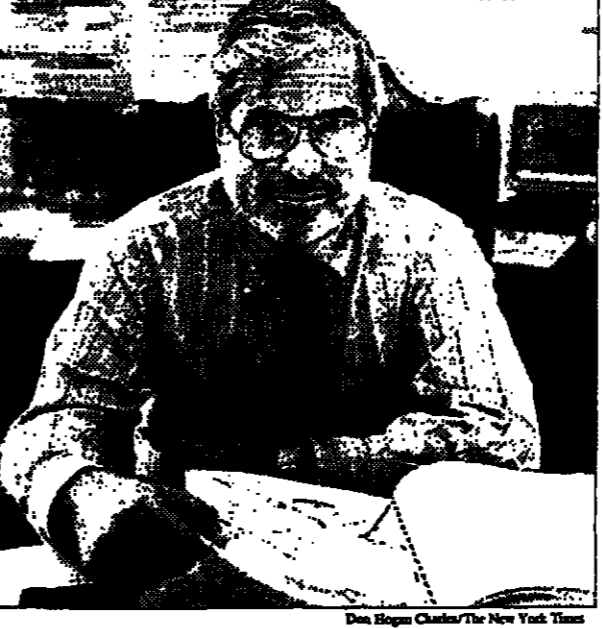
Then last month, a partnership headed by Mr. LeBow filed for government clearance to buy more than \$15 million in American Brands voting stock.

American Brands, a diversified company based in Old Greenwich, Connecticut, said it wanted no part of these deals. Its executives have underlined that point by attacking Drexel's role in Mr. LeBow's attempt to accumulate shares of the company.

If the attacks irritate Mr. LeBow, a sociable man who has cultivated a reputation as a specialized leveraged buyout expert, it may be because his recent arrival in the big leagues of corporate finance has made him more vulnerable to such gibes about his lack of independence.

Despite his assertion that he would be glad to work with any investment bank bringing him an interesting deal, he has come to rely heavily on Drexel for financial aid, to a lesser extent, advice.

The reason is simple enough: Like other leveraged buyout specialists, Mr. LeBow — who has a



Bennett S. LeBow: Some call him a maverick.

Greenwich, Connecticut, said it wanted no part of these deals. His executives have underlined that point by attacking Drexel's role in Mr. LeBow's attempt to accumulate shares of the company.

He usually buys what Wall Street refers to as ugly ducklings, at extremely low prices. He has never started a hostile takeover.

But as his out-of-favor targets have become larger, he has moved into a domain in which Drexel has dominated the investment banking scene — high-yield securities, known as junk bonds.

That leaves some observers wondering just how independent Mr. LeBow can remain. "The jury's still out on whether Bennett LeBow is a maverick or the turn-around situation and a true free-thinker," said Tom DiMayo, an independent mergers and acquisition specialist.

See LEBOW, Page 13

Kraft Defense Sparks Hopes Of Raised Bid

NEW YORK — Shares of Kraft Inc. soared Monday after the food giant launched a \$14 billion recapitalization plan to fight off the \$11.5 billion bid from Philip Morris Cos., leading to widespread speculation that the tobacco giant would respond with an enhanced offer.

Formally rejecting Philip Morris' \$90-per-share bid, Kraft said it would offer its shareholders a special dividend package worth \$10 a share. Its stock jumped \$10 to close at \$102 in trading on the New York Stock Exchange.

"It's likely that Philip Morris could raise its bid," said an arbitrator. "They'll wait until Kraft files the restructuring plan, look at the numbers and then come back."

"They'll probably win Kraft at \$105," said another. Some arbitrageurs valued the Kraft package at slightly under \$105 a share. "We're putting a value on it that is more like about \$103 per share," said one.

Philip Morris has declined comment on the recapitalization. The Kraft restructuring would be by far the largest such operation in corporate history. Kraft said it could legally proceed without shareholder approval but because the plan involved "very significant" changes in the company, it would put the plan to a stockholder vote on a date to be decided soon.

Leaving the door open to Philip Morris, John M. Richman, chairman of Kraft, told shareholders in a letter that while Philip Morris had so far demonstrated no willingness to bid more, he had told the bidder that Kraft was "not foregoing negotiations and that if they were to offer a price that re-

like a club for the men who run France." Marceau's French shareholders include Compagnie Financière de Suez, the big investment bank; Paro, a subsidiary of the cosmetics group L'Oréal; the Caisse des Dépôts et Consignations, an investment arm of the government; and several subsidiaries of Groupe Axa, the private insurance company, according to the daily Le Monde.

Foreign investors include ITT Corp.; the British publisher Robert See BANK, Page 13

See KRAFT, Page 15

French Group Takes Stake in Société Générale

By Jacques Neher
PARIS — Marceau Investissement, an investment group made up of some of France's most powerful institutions, announced Monday that it now holds 9.16 percent of Société Générale, the third largest French bank.

The shareholding, representing the largest single block in the bank, has provoked new speculation about the intentions of the investors, who spent an estimated 3.4 billion francs (\$550 million) purchasing the shares, most of them last week.

It also added to speculative pressure on the stock, which closed 23 francs above Friday's level, to 508 francs. On a surge of buying Wednesday, the stock hit 546 francs, its highest level since the bank was privatized in June 1987, then fell back late in the week.

Marceau Investissement is headed by Georges Pébereau, who was chief executive of Compagnie Générale d'Electricité before its privatization last year. Mr. Pébereau founded Marceau after he was ousted from CGE in 1986 by the former conservative government of Prime Minister Jacques Chirac, which was put off by his ties to the previous Socialist government.

Mr. Pébereau's shareholders, however, cut across business and political lines. "Everybody seems to be involved in Marceau," said Susanna Hardy, an analyst with the Paris brokerage DKL-James. "It looks

Farley Launches \$1.4 Billion Offer for Pepperell

CHICAGO — Farley Inc., parent of the Fruit of the Loom underwear company, launched a tender offer Monday for West Point-Pepperell Inc. that values the textile giant at about \$1.45 billion.

William Farley, chairman of Fruit of the Loom, said he planned to sell off the apparel, sportswear, fabrics and industrial fabrics businesses of West Point-Pepperell if the unsolicited bid were to succeed.

In a filing with the Securities and Exchange Commission, a unit of Farley said that it expected to dispose of the assets within two years of any merger and that such sales would be necessary to make payments on bank debt incurred to finance the merger.

Farley, one of the largest privately owned conglomerates in the United States, is offering \$48 a share in cash for each of Pepperell's 29.4 million shares outstanding.

Pepperell jumped \$4.75 a share to close at \$50 on the New York Stock Exchange, an indication that investors are expecting a higher offer to emerge.

Mr. Farley, who heads the Chicago-based concern, said in a letter to Joseph L. Lanier Jr., Pepperell's chairman and chief executive officer, that he hoped to "move forward on a constructive, friendly basis."

Pepperell had no immediate comment, but analysts said they expected Pepperell to fight. The offer was not entirely unexpected. In May, Mr. Farley had sought government permission to acquire up to 25 percent of Pepperell's stock. So far, he has spent \$88 million in purchasing a 9.8 percent stake in the company.

MCorp Posts Loss, Freezes Debt Repayment

DALLAS — MCorp, the troubled Texas banking institution that earlier this month sought government assistance, said Monday that it had a loss of \$517 million in the third quarter and that it was suspending debt repayments.

The company, the second biggest banking organization in Texas and the last of the ailing savings and loan associations to seek outside help, said its board had declared a moratorium on payment of preferred stock dividends and of principal and interest on all parent company public and privately placed debt.

MCorp said the moratorium, which affects about \$470 million in debt outstanding, was effective last Friday and would remain in place until further notice.

The Texas group said it could not predict the length of the moratorium nor could it predict when, or whether, any agreement regarding the recapitalization and assistance proposal would be reached.

Federal regulators, who have said that a bailout of MCorp would take time, estimated this month that 200 bank failures expected in the United States this year — up from 184 in 1987 — nearly half would be in Texas.

Separately, MCorp announced that its net loss in the third quarter ballooned to \$517 million, from \$73.7 million in the same period last year. Per share, the loss rose to \$12.26 from \$1.84.

The latest result brings the bank's loss for the first nine months to \$529 million, up from \$199 million in the same 1987 period. The preferred and common stocks of MCorp that are affected by the moratorium are the MCorp money market cumulative preferred stock, Series A and B, and the \$3.50 Series cumulative convertible preferred stock, as well as MCorp common stock.

The company suspended dividend payments on its common stock late in 1986. MCorp said obligations under certain debt covenants prohibited the company from declaring dividends unless it achieved a return to profitability or obtained waivers.

Currency Rates

Table with columns for currency, rate, and date. Includes entries for London, Tokyo, Zurich, etc.

Other Dollar Values

Table with columns for currency, rate, and date. Includes entries for Australian, Swiss, etc.

Forward Rates

Table with columns for currency, rate, and date. Includes entries for 30-day, 60-day, 90-day, etc.

Interest Rates

Table with columns for rate, currency, and date. Includes entries for Eurocurrency deposits, etc.

Key Money Rates

Table with columns for rate, currency, and date. Includes entries for discount rate, call money, etc.

U.S. Money Market Funds

Table with columns for rate, currency, and date. Includes entries for Merrill Lynch, etc.

Gold

Table with columns for rate, currency, and date. Includes entries for Hong Kong, London, etc.

Asia Dollar Deposits

Table with columns for rate, currency, and date. Includes entries for 1 month, 3 months, etc.

U.S. Money Market Funds

Table with columns for rate, currency, and date. Includes entries for Merrill Lynch, etc.

Gold

Table with columns for rate, currency, and date. Includes entries for Hong Kong, London, etc.

Source: Reuters, Bank of Tokyo, Commercials, Credit Lyonnais.

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NYSE Most Actives table with columns for stock symbol, volume, high, low, and change.

Market Sales table showing volume and value for various market segments.

NYSE Index table showing high, low, and change for various market indices.

Monday's NYSE Closing logo with 'Via The Associated Press' text.

AMEX Diary table listing advanced, declined, and unchanged stocks.

NASDAQ Index table showing high, low, and change for NASDAQ indices.

AMEX Most Actives table listing top active stocks on the AMEX.

Dow Jones Bond Averages table showing closing and change for various bond averages.

NYSE Diary table listing advanced, declined, and unchanged stocks.

Odd-Lot Trading in N.Y. table showing buy and sell volumes for odd-lot trading.

Dow Jones Averages table showing high, low, and change for Dow Jones averages.

Standard & Poor's Index table showing high, low, and change for S&P indices.

NASDAQ Diary table listing advanced, declined, and unchanged stocks.

AMEX Stock Index table showing high, low, and change for AMEX stock indices.

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

Large table of NYSE stock prices with columns for stock symbol, price, and change.

N.Y. Stocks Off in Active Trade

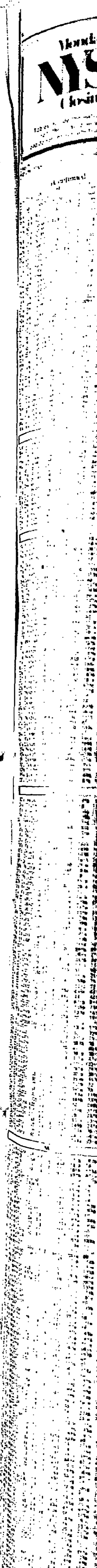
United Press International NEW YORK — Prices on the New York Stock Exchange closed slightly lower Monday in active trading, pressured by profit taking and plummeting oil prices. The Dow Jones industrial average, which had risen 2.31 Friday, fell 13.16 to close at 2,170.34. The index showed signs of rebounding about an hour before the close but lost its momentum during the last 30 minutes of trading. Declines led advances by about an 8-5 ratio. Volume was 170.59 million shares, down from 195.41 million traded Friday. The NYSE composite index also fell, dropping 0.57 to 158.85. The price of an average share lost 12 cents. "The market turned in a disappointing performance today compared with last week," said Ricky Harrington, technical analyst with Interstate Securities Corp. in Charlotte, North Carolina. Mr. Harrington said the market had suffered in the past few weeks from fragmented leadership because of leveraged buyout and takeover activity. "There are a few things affecting the market right now," said Monte Gordon, research director of Dreyfus Corp. in New York. "One is the ability of OPEC to reach a decision on oil," said Mr. Gordon, who noted that a stabilization of oil prices would have a positive effect on the market. The OPEC meeting in Madrid ended Saturday with no specific announcements of cutbacks in the 13-nation cartel's rate of produc-

Large table of NYSE stock prices (continued) with columns for stock symbol, price, and change.

Large table of NYSE stock prices (continued) with columns for stock symbol, price, and change.

Advertisement for Herald Tribune Pocket Diaries, featuring an image of the diary and promotional text.

Large table of NYSE stock prices (continued) with columns for stock symbol, price, and change.





Woody Allen's trademark... who appeared in "Hannah and Her Sisters"...

Monday's NYSE Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

Table with columns: High, Low, Open, Close, Change, Volume. Lists various stocks and their performance.

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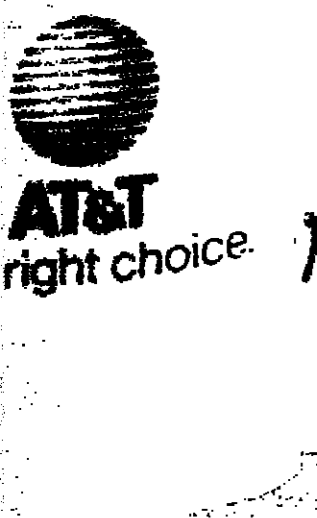
INTERNATIONAL FUNDS (Quotations Supplied by Funds Listed) Oct 24, 1988

Large table listing various international funds with columns for fund name, price, and other details.

Company Results

Table showing financial results for various companies, including revenue, profit, and earnings per share.

Advertisement for 'THE BELLE EPOQUE IN THE PARIS HERALD' by Hebe Dorsey, featuring a bicycle illustration and promotional text.



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Monday's NYSE Closing

Table listing NYSE closing prices for various stocks, including columns for High, Low, Open, Close, and Change.

Table listing international stock market data, including columns for Stock, Div, Yld, PE, and other financial metrics.

Table listing international stock market data, including columns for Stock, Div, Yld, PE, and other financial metrics.

Table titled 'NYSE Highs-Lows' listing high and low prices for various stocks.

Table titled 'AMEX Highs-Lows' listing high and low prices for various stocks on the AMEX.

U.S. Futures

Table listing U.S. futures prices for various commodities like wheat, corn, soybeans, and livestock.

Currency Options

Table listing currency options prices for various international currencies.

Financial

Table listing financial data including interest rates and bond yields.

Food

Table listing food commodity prices such as coffee, sugar, and various oils.

Metals

Table listing metal commodity prices including copper, aluminum, and zinc.

Stock Indexes

Table listing major stock index values and changes.

Market Guide

Table providing market guides for various commodities and financial instruments.

INTERNATIONAL MERGERS AND ACQUISITIONS 1990 in the

Article text discussing international mergers and acquisitions, mentioning a major international conference in London.

Table titled 'Paris Commodities' listing prices for various commodities in Paris.

Table titled 'London Commodities' listing prices for various commodities in London.

Table titled 'Dividends' listing dividend information for various companies.

Table titled 'Spot Commodities' listing spot prices for various commodities.

Table titled 'U.S. Treasuries' listing prices for U.S. Treasury securities.

Table titled 'Commodity Indexes' listing various commodity index values.

Table titled 'S&P 100 Index Options' listing S&P 100 index option prices.

Table titled 'DM Futures Options' listing DM futures option prices.

Table titled 'DM Futures' listing DM futures prices.

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Exxon Net Up 15% in 3d Quarter

Compiled by Our Staff From Dispatches
NEW YORK — Exxon Corp., the world's largest oil company, said Monday its net profit rose 15.1 percent in the third quarter, to \$1.22 billion from \$1.06 billion a year earlier, despite a slight decline in revenue because of lower crude oil prices.

Capital and exploration spending increased 2 percent to \$2.02 billion, bringing expenditures through the nine months to \$5.09 billion, up 21 percent from the 1987 period.
"A combination of relatively firm product prices and lower crude oil acquisition costs helped lift refining and marketing margins above the severely depressed levels of a year ago," the company said.

Lower oil prices cut the company's third-quarter oil exploration and production earnings to \$80 million from \$235 million a year ago. But the lower oil prices also cut feedstock costs for refining and marketing, boosting earnings to \$121 million from \$30 million.
Earnings at Arco's Lymond Petroleum Co. jumped to \$156 million from \$23 million a year ago because of higher margins and volumes for ethylene, which is widely used in plastics.

Tokyo Brokers Expect Lower Profit for Year

TOKYO — Two of Japan's Big Four securities firms, Daiwa Securities Co. and Nikko Securities Co., expect current profit for the year ended Sept. 30 to be below earlier forecasts of 270 billion yen (\$2.13 billion) and 190 billion yen, company spokesmen said Monday.
They gave no figures on the revised estimates, but a Daiwa spokesman said the next official estimate would be below an unofficial forecast of 240 billion yen made in August.

North American Business Helps Lucas Profit Rise 28%

LONDON — Lucas Industries PLC, the British aerospace and car parts group, said Monday that a strong performance in North America helped push pretax profit up 27.8 percent for the year, to £146.3 million (\$257 million) from £114.5 million.
Group sales, including related companies, rose 8.2 percent, to £1.97 billion from £1.82 billion a year earlier. Per-share earnings rose to 79.4 pence from 65.3 pence.

The automotive sector, one of the leading suppliers in Britain, remained the main earner, however, contributing £106.4 million to operating profit, up from £86 million the previous year.
Operating profit in aerospace businesses increased 4.7 percent for the year, to £42.2 million from £40.5 million. Increased sales and profit in North America compensated for lower operating profit in Britain, caused by higher expenses, the company said.

Company Results
Revenue and profits or losses, in millions, are in local currencies unless otherwise indicated.
Table with columns for Country, Company, and various financial metrics for 1988 and 1987.

Cadbury, an Eye on Asia, Bids for Rest of Its Australia Unit

MELBOURNE — Cadbury Schweppes PLC said Monday that it would bid for the 30.3 percent stake it does not already hold in Cadbury Schweppes Australia Ltd., valuing the entire company at about 1.2 billion Australian dollars (\$980 million).
Cadbury Schweppes executives said that full control of the subsidiary would give the British candy and beverage maker a platform for expansion into the Asian market.

The parent company said the cash element would be funded from existing facilities or from cash resources within the group.
Cadbury Schweppes Australia had first-half 1988 sales of 490 million dollars, producing a 28.4 million dollar net profit. Mr. Nash said the Australian subsidiary accounted for 19 percent of Cadbury Schweppes' profit and 14 percent of total sales.

Directors of Cadbury Schweppes Australia said they had appointed independent advisers to prepare a report on the bid, but the unit's chief executive, Frank Swan, said the bid was a positive move for the company and its employees.
"I am delighted that they have the confidence in us to regard Cadbury Schweppes Australia as the vehicle for expansion into Asia," he said in a telephone interview.

BANK: French Group Takes 9%

(Continued from first finance page)
Maxwell; Banque Arabe & International d'Investissement, based in Paris; Banco de Bilbao, the Spanish bank; and the Swiss bank Julien Baer.
Although Marceau's total equity is reportedly less than 2 billion francs — and those funds are invested elsewhere — analysts doubted that it had had difficulty borrowing the funds needed to acquire the Société Générale stake.

The big question on the Paris Bourse Monday centered on Marceau's intentions.
The bank itself appeared to be in the dark, saying the investment was made "without its knowledge."
A spokesman said late Monday that Société Générale would seek an explanation from Marceau of the "nature, origin and distribution of the capital grouped together" in the stake.

Some analysts were sticking with a theory, advanced last week, that the Marceau stake was part of a government-inspired plan to reorient the core shareholding of the bank to interests more friendly to the Socialist government in power.
Since before the French elections in the spring, the Socialists have rallied against the core shareholdings of several major companies that were privatized by the Chirac government, saying they were

Thomson-CSF Reports 6.6% Rise in Net

PARIS — Thomson-CSF, the electronics and armaments company, reported Monday that group net profit rose 6.6 percent in the first half of 1988, to 1.62 billion francs (\$266 million) from 1.52 billion a year earlier.
Operating profit nearly tripled, to 987 million francs from 342 million. The company, which is 60 percent held by the state-owned Thomson SA, reported that pretax profit before exceptional items was 2.88 billion francs, up 65.5 percent from 1.74 billion.
Revenue, already reported, totaled 16.09 billion francs, down 8.4 percent from 17.56 billion.

sharp improvement in operating profit in its industrial activities, but said financial activities continued to provide the bulk of net.
SGS-Thomson Microelectronics, a semiconductor joint venture with STET SpA of Italy that was set up in June 1987, reported pretax profit, before exceptional items, of 111 million francs, compared with a 699 million franc loss for its seven operational months of 1987. But it had a first-half net loss of 531 million francs, against 1.24 billion for 1987.

Healthy order books, at about 65 billion francs, and a recent group restructuring helped account for the strong rise in operating profit, Mr. Hagelauer said. Orders were expected to remain at about that level throughout the year.
The group's operating profit also was boosted by lower operating costs after last year's sale of its medical equipment arm CGR to General Electric Co. of the United States, he said.

LEBOW: Specialist in Leveraged Buyouts Denies He Is a Drexel 'Pawn'

It took Mr. LeBow more than a year to sort out DSI's finances and overhaul its operations.
Once he had the turnaround under way, he merged DSI with a rival, Conolog Corp.
Mr. LeBow moved to New Jersey, where Conolog was, so he could work at the merged operation. But he discovered that day-to-day management tasks were not as rewarding as resurrecting DSI had been.

MAI quickly returned to profitability, allowing it to raise money in a 1986 public stock offering. It since has made more than 30 acquisitions of software design companies and distribution centers.
In the past year, it has doubled its sales force, and, according to Mr. Patton, should meet Wall Street estimates of earnings of more than \$27 million on sales of about \$425 million in the fiscal year that ended last month.

Mr. Weksel had violated securities regulations.
Mr. Weksel consented to an injunction barring violations of the securities law without admitting or denying the SEC charge, and the civil litigation is still pending.
But neither legal muscle has prevented him from gaining a reputation as an invaluable partner for Mr. LeBow, who installed him as chairman at both MAI and Liggett.

Mr. Patton and others say that a big part of Mr. LeBow's success has been his ability to attract top-notch managers to oversee the detailed developments necessary to make his strategic vision work.
"Ben is very interested in major changes in strategic direction but has less than zero interest in day-to-day things like sales operations and product development," Mr. Patton said.

REMY MARTIN XO
Exclusively Fine Champagne Cognac
Image of a bottle and glasses of cognac with the text 'What I like about golf is the warm up.'
Only cognac made from grapes grown in Cognac's two best regions is entitled to be called Fine Champagne Cognac

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U.S. \$400,000,000
National Westminster Finance B.V.
Guaranteed Floating Rate Capital Notes 2005
In accordance with the provisions of the Notes, notice is hereby given, that for the six months Interest Period from October 21, 1988 to April 21, 1989 the Notes will carry an Interest Rate of 8 1/4% per annum.

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Monday's AMEX Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

By The Associated Press

12 Month High/Low	Stock	Div. Yld. PE	52 Wk High	52 Wk Low	Close	Chg
187 1/2	IBM	4.1 10 13	187 1/2	175 1/2	187 1/2	+1 1/2
100 1/2	AT&T	5.8 10 10	100 1/2	95 1/2	100 1/2	+1 1/2
100 1/2	AT&T	5.8 10 10	100 1/2	95 1/2	100 1/2	+1 1/2
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100 1/2	AT&T	5.8 10 10	100 1/2	95 1/2	100 1/2	+1 1/2

Welcome to the circle.

J&B Rare Scotch Whisky

Floating-Rate Notes

Issuer/Mat.	Coupon	Next Bid	Asked
Central 5 1/2	100	100.00	100.00
Central 5 1/2	100	100.00	100.00

ATTENTION overseas Americans Write-in Ballot for US elections.

For the first time, Americans wishing to vote by absentee ballot in the Federal elections who have not yet received their absentee ballot from their local election officials may obtain special Write-in Ballots at any US consulate.

The Federal Write-in Absentee Ballot is intended to prevent disenfranchisement of duly registered voters who have made a timely request for an absentee ballot and simply failed to receive it on time.

It may be used by Americans outside the US who have properly requested an absentee ballot in their home state and whose absentee ballot request was received by local election officials at least 30 days before the November 8th elections.

In order to be counted, the write-in ballots must also meet local requirements and deadlines, which vary from state to state. For further information, contact the voting officers located at any American consulate.

Issuer/Mat.	Coupon	Next Bid	Asked
Central 5 1/2	100	100.00	100.00
Central 5 1/2	100	100.00	100.00

CURRENCY

British Pound

Oil: Prices

Monday's OTC Prices

British Pound Falls, Aiding Dollar

NEW YORK — The British pound dropped sharply Monday, hit by plunging oil prices and fears of discouraging trade figures...

London Dollar Rates

Table with columns: Close, Mon., Fri. for various currencies like Deutsche mark, Japanese yen, Swiss franc, French franc.

The dollar finished mostly higher against other major currencies, but analysts attributed the rise primarily to technical factors and said sentiment toward the U.S. currency was still negative.

Sterling dropped to \$1.7483 at the close from \$1.7605 at Friday's close in New York, after finishing in London slightly above its lows against the dollar...

Despite the dollar's rise, "there still is a lot of bearishness around in the market," said Samuel Lek, a managing director of Bear, Stearns & Co.

"I do think the dollar in general should not be as low as it is," said Mr. Lek, adding that sharply lower oil prices, signs of diminishing in-

flation and a firm bond market are fundamental indications that the dollar should be higher.

Traders noted that recent comments coming out of Washington seem to indicate the Federal Reserve Board might be willing to lend support to the dollar.

The trade balance is forecast to show a deficit of around \$1.8 billion, and the current account a \$1.3 billion deficit, both unchanged from August.

Against other major currencies, the dollar closed fractionally firmer after last week's sharp losses. It advanced to 1.7483 DM from 1.7795 and to 126.85 yen from 126.32.

Expectations of a substantial rise in U.S. third quarter gross national product underpinned the dollar, dealers said, adding that the data could fuel speculation of U.S. monetary tightening and help the currency temporarily.

"We could see a retraction to or above 1.80 DM," said Peter Medlock, chief dealer of Societe Generale in London. "But medium term, I still see the dollar going towards 1.75 DM or lower."

Asia, and again in the afternoon around 3.1260 DM. The pound has lost 6 pence against the mark in two days, after the chancellor of the Exchequer, Nigel Lawson, said Thursday that the British trade deficit would not improve substantially until 1990.

Those remarks reminded the market that British trade figures, due Thursday, were likely to show any improvement.

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NABISCO: Kohlberg Kravis Offers \$20.3 Billion

(Continued from Page 1) could seek additional financing from its owners.

Nippon Life Insurance Co., one of Japan's largest insurers, owns 13 percent of Shearson American Express Co. owns 61 percent. Both companies were expected to participate in the initial offer.

A spokesman for Kohlberg Kravis said that Wasserstein, Perella & Co., Morgan Stanley & Co., Drexel Burnham Lambert Inc. and Merrill Lynch & Co. were working on its deal.

RJR Nabisco officials had no immediate comment on the latest offer, said a spokeswoman at company headquarters in Atlanta. She declined to say whether there had been progress over the weekend on the management buyout offer.

KRAFT: Hopes of a Larger Bid

(Continued from first finance page) Maxwell emphasized again that he was "prepared to discuss all aspects" of a deal.

The phrase is generally used to convey that the bidder is prepared to raise its offer. People close to Philip Morris said, however, that it was not meant to convey that the company would do so out of all proportion to Kraft's value.

Under Kraft's proposal, stockholders would receive \$84 a share in cash plus about \$14 in high-yielding securities, known as junk bonds. Shareholders would also retain their Kraft stock, called a stub, which Kraft valued at roughly \$12 a share.

Mr. Richman told shareholders that the huge new debt level would "require herculean efforts by our employees" and, therefore, to encourage them to produce, it would provide them with stock options and an employee stock ownership plan.

Market participants welcomed the latest bid. On the New York Stock Exchange, shares in the company rose \$7.25 a share to close at \$84.

But unlike last week, when the Dow Jones industrial average jumped almost 44 points, partly in response to the \$17 billion offer, the market greeted the latest proposal with equanimity.

Many analysts had anticipated another offer and had speculated that the proposed management buyout was a way of announcing that the company is for sale.

In a statement, Henry Kravis, a partner in the investment firm, said: "Management has decided that the company should be sold. Our offer is a better one."

Analysts said that Kohlberg Kravis's offer was more realistic, although many expect the price to go higher. Janet Mangano, an analyst with Josephthal & Co., believes a final package could exceed \$100 a share.

As for Kohlberg Kravis's decision to bid for RJR Nabisco, Lew was surprised. "It was rumored that KKR would be tempted to step into this deal," said one analyst. "It makes sense."

Kohlberg Kravis is the best-known of the leveraged-buyout companies that have flourished in recent years, and it currently enjoys a huge pool of liquidity.

Mr. Kravis put the size of the company's equity pool at \$5.6 billion. Kohlberg Kravis is now working on several billion dollars' worth of transactions in what is proving to be one of its busiest years ever.

The firm carried out the largest leveraged buyout in U.S. history when it took the consumer products giant Beatrice Cos. private in 1986 for \$6.1 billion.

Kohlberg Kravis recently withdrew a \$5.03 billion bid for the supermarket operator Kroger Co. And it is currently leading a public offering to acquire the publisher Macmillan Inc. for \$2.5 billion.

Analysts, meanwhile, did not rule out the possibility of another suit emerging for RJR Nabisco, but acknowledged that the price was moving beyond the capabilities of most bidders.

"What party can put together a deal like this?" asked Ms. Mangano of Josephthal.

OIL: Prices Tumble After OPEC Fails to Reach Accord

(Continued from first finance page) and contacts achieve firm and clear accords to ensure the stability of the world market through abiding by set quotas and price levels to secure the benefit of all.

At the latest meeting, the Iranian oil minister, Behzad Mozaffari, again objected to quota parity between Iraq and Iran but proposed that both countries be allowed to exclude domestic oil consumption from their quotas and instead adopt equal export quotas.

Mr. Mozaffari reiterated Monday that Iran was prepared to accept an oil export quota equal to Iraq's but "renews parity in production" with Iraq.

This proposal will be the basis for further discussion at next month's meeting of the committee, OPEC sources said.

But because the group failed to reach a quota agreement to curb output immediately, oil prices could tumble to \$12 a barrel in the next week or so, analysts said.

Even though Subroto, the secretary-general of OPEC, has said that members will freeze their current output until the Nov. 17 gathering, analysts said that was bad news for prices because the group was producing an estimated 21 million to 22 million barrels per day.

And they said it may be difficult to persuade the other members to agree to Iran's proposal, that could stir up more trouble at the committee meeting.

In Paris, a source close to OPEC said Mr. Mozaffari had talked directly with his Saudi and Kuwaiti counterparts in Madrid on Sunday.

The Iranian minister met separately with the Saudi oil minister, Hisham Nazer, and the Kuwaiti oil minister, Ali Khalifa al-Kabir, after the sessions held in the Spanish capital by oil ministers.

The source emphasized that "this is the first time they have held direct talks" in more than a year.

"That shows there is a better understanding between Iran and the Gulf countries," the source said.

Mr. Mozaffari reiterated Monday that Iran was prepared to accept an oil export quota equal to Iraq's but "renews parity in production" with Iraq.

Analysts, meanwhile, did not rule out the possibility of another suit emerging for RJR Nabisco, but acknowledged that the price was moving beyond the capabilities of most bidders.

"What party can put together a deal like this?" asked Ms. Mangano of Josephthal.

Company Results

Revenue and profits or losses, in millions, are in local currencies unless otherwise indicated.

Large table with multiple columns for various companies (Bemis Co., CAS Energy, Exxon, etc.) showing quarterly and annual revenue, net income, and earnings per share for 1988 and 1987.

Main table titled 'Monday's OTC Prices' containing NASDAQ prices for 4,000+ securities. Columns include stock symbol, price, change, and volume.

INTERNATIONAL STOCK MARKETS IN THE HT EVERY TUESDAY. A COLUMN ON NON-U.S. STOCK MARKETS ESSENTIAL READING FOR INVESTORS AND PROFESSIONALS - WORLDWIDE

BOOKS

LATECOMERS

By Anita Brookner. 248 pages. £10.95. Jonathan Cape. 32 Bedford Square, London WC1B 3EL.

Reviewed by Katherine Knorr

MANY of Anita Brookner's characters speak to us from behind veils — of sadness, of loneliness, of acute self-consciousness. They seem ever disconnected from life, acted upon rather than acting. They are not empty, but withdrawn, and their uneasiness, in Brookner's beautiful prose, keeps the reader uneasy. Their pain does not scream out, but it is not muted either.

In her best-known book, "Hotel du Lac," which won Britain's most important literary prize, the Booker, in 1984, her heroine, Edith Hope, withdraws so scandalously far from what her friends expect of her that they pack her off to a hotel in Switzerland to come to grips with herself; she doesn't. Her mild attempts at breaking out of her sadness don't bring her happiness and in the end are squashed by crasser but stronger people.

In "Latecomers" Brookner traces the lives of two Germans who were sent to England as boys to escape what their parents would not escape. Their loneliness and fear in an English boarding school make them brothers and they will in a sense end the rest of their lives together, living in the same apartment building, partners in the same successful business.

Hartmann and Fibich — they are both called Thomas, and even their wives call them by their last names — are otherwise as different as they can be.

Hartmann has married a woman even he, genially, considers utterly silly, and he enjoys food and drink and a degree of placidity. "No man is free of his own history."

Hartmann was no exception. But in the interest of damage limitation he had struck a bargain with the fates: He would, in so far as he could, employ the maximum good will at his disposal in an effort to screen out the undesirable, the inadvertent, those shocks against which the mere mortal is powerless. He would, he had long ago decided, be deliberately euphoric.

Fibich is nervous, haunted, progressively less able to deal with his lack of memories of Germany — except one, perhaps imagined, glimpse of his mother collapsing on his father's shoulder in a train station.

In the second generation things become more complicated. The genial Hartmann and his silly wife produce a serious, shy and, they eventually conclude, genuinely dull daughter.

The nervous Fibich and his plain and long suffering wife produce a turbulent lady's man: "Too Fibich was so astonishingly handsome that his parents often wished for a more ordinary-looking son, one who would talk to them more easily, be less in demand, be more familiar, more humble, less of a star." It is as though the cribs had been switched at birth.

As the children grow, and as Hartmann and Fibich reach retirement age, ghosts appear or become stronger. Even silly Yvette, Hartmann's wife, has to deal with darkness in her past. Fibich, incapable of remembering and incapable of forgetting, will in a final act tell his son not to remember, not to feel guilty — but Fibich's heartfelt actions are absurdly irrelevant to the situation.

This is in some ways a fuller book than "Hotel du Lac," and its weaving of the characters' interior lives seems, to this reader at least, somewhat reminiscent of Virginia Woolf's weaving of her characters through their private hells and through the years in "The Waves." It is very beautiful and very sad, and Brookner is a very fine writer.

CHESS

By Robert Byrne

THE right way to take advantage of a move on openings is to argue with it and win the argument.

The New York grandmaster Roman Dzindzichashvili showed how to exploit a book error in defeating the Seattle international master John Donaldson in the fifth round of the United States Open Championship, which ended Aug. 20 in Boston.

The English Opening that the game headed for with 2 e4 was a creation of Howard Staunton and his fellow mid-19th century British masters, who were quite well aware that White was playing a Sicilian Defense with a move in hand. Indeed, it can clearly be seen after 8 d3 that a Dragon Variation Reversed has been reached.

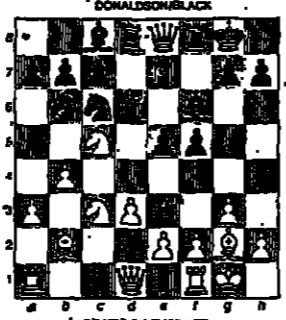
There is still a question whether Black should attempt to hamper White's intended queenside expansion with 9...a5. In a spirited Zwaig-Pongar game in Costa Brava in 1976, White successfully tried a sharp positional gambit with 10 Be3 Be6 11 Rc1 f5 12 Nd4 Na4 13 Qa4 Bf6 14 Rc5 g5 15 Nd2! (14 Rf6 Rb6 17 Be5 15 Nd2! is it possible to play 10...Nd4 because 11 Ne3? allows 11...Bf6, after which 12 f4? Nb3 13 Rb1 Qd4 14 e3 Qc3 15 Bb2 Qd2

results in White's losing a piece. However, in a game between Andras Adorjan and Jonathan Speelman in Hastings, 1986/7, White got a slight two-bishop advantage after 11 Bb2 Bb3 12 Qc1 c5 13 Be5 14 Nd4 Bd4 15 e3 Re8 16 Qd2 Bc3 17 Bc3 Bd5 18 e4 Be6 19 Rf1.

After 14...Be6, the position is given in the "Encyclopedia of Chess Openings," Vol. A, as equal by the Russian grandmaster Vladimir Bagirov — it usually came up in a game between Pal Benko and Andras Duetkstein in Sarajevo, 1967. But instead of Benko's 15 Qb3, Dzindzichashvili produced the diabolical 15 Nb5! which wins a pawn by force.

Thus, 15...Nb4? loses to 16 Qb3 Nd4 17 e4. Moreover, 15...Rf7 loses to 16 Be5 f7 Na7 Be6 18 Ne6 Qe6 19 Rf1 Rd6 20 Qc2, winning another pawn. Donaldson tried 15...a6, but after 16 Qb3 Qf7 17 Qf7 Kf7 18 Nc7, the farther-ranging white knight had won a pawn and could not be trapped. Meanwhile White threatened to seize more material with 19 N7a6!

After 19 b5, Donaldson might have tried 19...Na7, but after 20 a4, the black knight at f7 would be in trouble. Dzindzichashvili's 21 Rb1 stepped up the pressure and also prevented



Position after 14...Be6

21...Bd7? in view of 22 Be5 Bc7 23 Bd6 Bd6 24 Rb6 Bc5 25 Rb8. Donaldson gave up a pawn with 21...N8d7 22 N7a6, but in a hopeless cause. Donaldson blundered with 31...Rd7 losing a piece to 32 Bf7 Rc2 33 Be8, and he gave up.

ENGLISH OPENING

Table with columns for White and Black moves, showing a chess sequence from 1. e4 to 22. Bf7.

World Stock Markets

Via Agence France Presse. Closing prices in local currencies, Oct. 24

Table of stock market data for Amsterdam, including indices like AEX, VOW, and various company shares.

Table of stock market data for Brussels, including indices like BRUX 15 and various company shares.

Table of stock market data for Frankfurt, including indices like DAX and various company shares.

Table of stock market data for London, including indices like FTSE 100 and various company shares.

World Stock Markets (continued)

Via Agence France Presse. Closing prices in local currencies, Oct. 24

Table of stock market data for Tokyo, including indices like Nikkei 225 and various company shares.

Table of stock market data for Sao Paulo, including indices like Ibovespa and various company shares.

Table of stock market data for Johannesburg, including indices like JSE 30 and various company shares.

Table of stock market data for Paris, including indices like CAC 40 and various company shares.

World Stock Markets (continued)

Via Agence France Presse. Closing prices in local currencies, Oct. 24

Table of stock market data for Zurich, including indices like SMI and various company shares.

Table of stock market data for Toronto, including indices like TSX 300 and various company shares.

Table of stock market data for Sydney, including indices like ASX 200 and various company shares.

Table of stock market data for Seoul, including indices like KOSPI and various company shares.

World Stock Markets (continued)

Via Agence France Presse. Closing prices in local currencies, Oct. 24

Table of stock market data for various international markets including Hong Kong, Singapore, and others.

Table of stock market data for various international markets including Mexico, Brazil, and others.

Table of stock market data for various international markets including India, South Africa, and others.

Table of stock market data for various international markets including Australia, New Zealand, and others.

Crossword puzzle grid with clues for Across and Down.

Weather forecast for Europe, Asia, North America, Africa, Latin America, and Oceania.

Jumble word game with clues and a grid.

West Germany advertisement for Goldstar TVs and VCRs.

Goldstar advertisement for JDSPIG products.

Peanuts comic strip featuring Charlie Brown and Snoopy.

Andy Capp comic strip featuring the character Andy Capp.

Wizard of ID comic strip featuring a wizard and a man.

Down crossword puzzle clues and a grid.

Peanuts comic strip featuring Charlie Brown and Snoopy.

Andy Capp comic strip featuring the character Andy Capp.

Wizard of ID comic strip featuring a wizard and a man.

Peanuts comic strip featuring Charlie Brown and Snoopy.

Andy Capp comic strip featuring the character Andy Capp.

Wizard of ID comic strip featuring a wizard and a man.

Peanuts comic strip featuring Charlie Brown and Snoopy.

Doonesbury comic strip featuring characters like Zerkow and Gribble.

Doonesbury comic strip featuring characters like Zerkow and Gribble.

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Doonesbury comic strip featuring characters like Zerkow and Gribble.

Doonesbury comic strip featuring characters like Zerkow and Gribble.

SPORTS

Hershiser: A 'Normal Person' Who's Made Good

By Maryann Hudson

Los Angeles Times Service

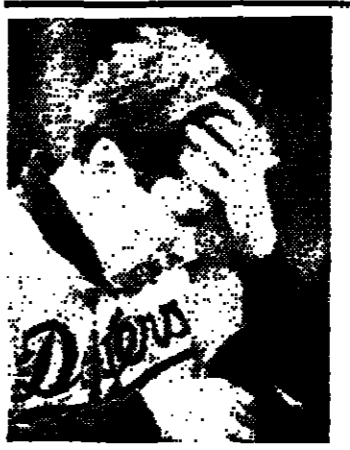
LOS ANGELES — The phone was ringing again and there was another reporter at the door. Orel Hershiser's agent...

where did I come from? I'm just a normal person. Perhaps the best thing about Orel Hershiser IV is that he can remember when he wasn't the best.

that he wouldn't get out from the baseball team. He said he just wanted the college experience, and probably would have gone to work for his father had he not been drafted by the right team.

workouts. Everything from screening my calls, paying the bills, arranging all our dates as far as dinners with friends, and bouncing ideas off me — what speaking engagements I should or shouldn't do.

touted as the next pitcher to be called up to the majors. "In the first two months of the season, I had given up only three runs," he said.



His wife, Jamie, 'was always the one who said you can't give it up. She was my stronghold, always behind me. If she had told me to quit, we would probably be gone.'

SCOREBOARD

FOOTBALL

College Standings

Table with columns for Conference, W, L, T, Pts, and various college team names like N.Cornell, Michigan, etc.

Baseball

Table with columns for Team, W, L, T, Pts, and various baseball team names like Texas, Houston, etc.



Minnesota's defense rose to the occasion, stopping Tampa Bay's Lars Tate at the one. The Vikings also intercepted Vinny Testaverde six times and recovered a fumble by him during a 49-20 victory.

Marino Passes 521 Yards, Jets Win on Interceptions

Compiled by Our Staff From Dispatches

MIAMI — Dan Marino passed for 521 yards late Sunday afternoon, but five interceptions, three in the final 5:07 and another that...

NFL ROUNDOUP

It was a bad pass. I should have thrown it away," Marino said. On the first play of Miami's next possession, Rich Miami intercepted a pass intended for Duper at midfield.

Bowl, came back from the appendectomy that kept him out five weeks to complete 25 of 43 passes for 225 yards for the Redskins. Teammate Kevin Bryant had 210 yards in total offense.

HOCKEY

NHL Standings

Table with columns for Conference, W, L, T, Pts, and various NHL team names like Boston, New York, etc.

MALES CONFERENCE

Table with columns for W, L, T, Pts, and various male hockey team names like NY Rangers, Pittsburgh, etc.

By Jack Curry

NEW YORK — Dave Springett manages a grain company in Winnipeg, Manitoba. For two weeks each winter, he is a manager of a different sort, the playing manager of an international hockey team.

Amateur Hockey Players From Canada and U.S. Are Taking on the World

"It's a once-in-a-lifetime thing that I want to do twice," said Eric Martin of Valatie, New York, who is taking his second trip with Team Western in January.

Canada Bans Johnson, Coach

OTTAWA, Ontario — Sprinter Ben Johnson has been banned from competition for two years and his coach, Charlie Francis, has been suspended indefinitely, the Canadian Track and Field Association announced Monday.

In Madrid, Celtics Star in Act I of NBA Subplot

Through NBA International Ltd., the league's marketing and advertising arm, NBA competition is televised in more than 50 countries, including Spain, where taped games are televised on Friday nights.

3 U.S. Athletes Stay in South Africa

JOHANNESBURG (AP) — Three of the 14 U.S. track athletes who competed in South Africa in defiance of an international boycott have decided to stay, according to reports Monday.

NFL Standings

Table with columns for Conference, W, L, T, Pts, and various NFL team names like Buffalo, Miami, etc.

SUNDAY'S RESULTS

Table with columns for Team, W, L, T, Pts, and various NFL game results.

SIDELINES

JOHANNESBURG (AP) — Three of the 14 U.S. track athletes who competed in South Africa in defiance of an international boycott have decided to stay, according to reports Monday.

Pitt-Navy May Play Next in Ireland

PITTSBURGH (AP) — The University of Pittsburgh and Navy are reportedly considering playing their 1989 football game in Dublin.

For the Record

Andrew Magee won his first PGA tournament Sunday, shooting six-under-par 66 to take the Pensacola Open in Florida by one stroke over Bruce Lietzke, Tom Byrum and Ken Green.

Baseball: 'New Look' in Free Agents

NEW YORK — Twelve players, including Jim Clancy, Doyle Alexander, Rich Gedman and Eric Whit, were declared free agents Monday by arbitrator George Nicolaou because of collusion by baseball owners after the 1986 season.

Transition

BASEBALL — Edgardo Alfonzo, hitting in Chicago — Edgardo Alfonzo, hitting in Chicago — Edgardo Alfonzo, hitting in Chicago.

CFL Standings

Table with columns for Conference, W, L, T, Pts, and various CFL team names like Toronto, Winnipeg, etc.

Baseball

NEW ORLEANS — David Stein Brock, tackle, will be out for rest of season. N.Y. GIANTS — Pat Damiani, offensive guard, on injured reserve.

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ART BUCHWALD

The Baby Boomer Gap

WASHINGTON — George Bush said he picked Dan Quayle as his running mate because Quayle represented a younger generation of voters. The people who make up this generation have been described as baby boomers — the ones who were conceived after World War II.



George Bush, president of the Baby Boomer Defense League, believes that the boomers, now hitting their 40s, are thrilled to be finally recognized as a voting bloc.

of their young because they became hysterical when criticized," Grove told me. "It's hard to imagine that boomers were so powerful within their own families."

'Accused': A New Trial for Jodie Foster

By Carla Hall
Washington Post Service
WASHINGTON — Who is Jodie Foster? In the time that she allows for an interview, she lets one get only within arm's length. Of course, part of letting anyone close enough means allowing one to get an answer to The Question.



Jodie Foster as the gang-rape victim in "The Accused": "You can say dehumanization until you're blue in the face, but it doesn't mean anything until you see it."

get really mad when I saw a movie or it would make me happy for a day or whatever. But there was something that I was very passionate about." Acting, she says, "was who I am."

PEOPLE

London's Royal Opera Seeking the Next Mozart

The Royal Opera House has commissioned seven composers to produce one 20-minute chamber opera each for the London International Opera Festival in May. "I love to think that somewhere out of this there could come another Mozart," said W.F. Judd, staff producer at the Royal Opera and artistic director of the Garden Venture project.

Elizabeth Taylor's son, Michael Wilding, will be able to stay in the United States despite a 1974 marijuana conviction in Wales thanks to legislation passed by Congress and sponsored by Taylor's former husband, Senator John W. Warner, Republican of Virginia. The legislation says Wilding must publicize the dangers of drugs for three years. Then, if he has committed no crimes, he will be granted residency.

After five months of talks, CBS and Walter Cronkite's agent have reached an agreement that keeps the newsmen on the air at the network. The pact will permit him to do other outside broadcasting projects — but not for ABC or NBC.

Dubuffet Sculpture Inaugurated Near Paris
PARIS — After two decades of controversy, a monumental sculpture by the late French artist Jean Dubuffet was inaugurated Monday in a southern suburb of Paris.

"Do baby boomers believe in Mom's apple pie?" "If you are talking about Japanese Mom's apple pie, they do. They have never known what an American Mom's apple pie tasted like."

age of Jodie Foster than the photograph from the film "Taxi Driver" of a stoic-faced pre-teen, a hooker's skinny cropped top and shorts on her little girl's body, a floppy-brimmed hat on her curled blond hair.

shoots, it's actually a detriment to me. Because it's like, "Oh, a tall building that's on fire — put Jodie on top." They get me to do things nobody else will do. I play Florence Nightingale a lot. I always end up being recruited into getting the prop room back on the movie when they quit. It's a role I'm really not enjoying playing anymore."

One gets the impression that Jodie Foster would like to be ordinary. But there is nothing ordinary about her or her talent or her life so far. For one thing, she has acquired about two dozen film credits and, in 1985, a Yale B.A. magna cum laude. She majored in literature and wrote her thesis on the author Toni Morrison. She will be 26 next month.

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Various small advertisements and notices on the far right edge of the page.